



**MT. HOOD**  
COMMUNITY COLLEGE

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

ANNUAL COMPREHENSIVE FINANCIAL REPORT

Fiscal Year Ended June 30, 2023

Report Prepared by:  
Jennifer DeMent  
Vice President, Finance & Administration



**MT. HOOD**  
COMMUNITY COLLEGE  
—◆—  
KNOWLEDGE *for* SUCCESS

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**ANNUAL COMPREHENSIVE FINANCIAL REPORT**

**YEAR ENDED JUNE 30, 2023**

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**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

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## **INTRODUCTORY SECTION**



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Mt. Hood Community College  
Oregon**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2022

*Christopher P. Morill*

Executive Director/CEO



December 29, 2023

Citizens and Board of Education  
Mt. Hood Community College District  
26000 SE Stark Street  
Gresham, OR 97030

We are pleased to submit the Annual Comprehensive Financial Report (Annual Report) of Mt. Hood Community College District (the College) for the fiscal year ended June 30, 2023. The College is responsible for the accuracy, completeness, and fairness of the data presented in this report. We believe the financial statements and related information are stated fairly in all material aspects in reflecting the College's financial position and results of operations.

This report consists of management's representations concerning the finances of the College. This letter of transmittal is designed to complement the Management's Discussion and Analysis (MD & A) and should be read in conjunction with it. The College's MD & A can be found immediately following the independent auditor's report in the Financial Section.

The College's Annual Comprehensive Financial Report has been prepared in accordance with accounting principles generally accepted in the United States of America as set forth by the Governmental Accounting Standards Board, and other recognized standard-setting bodies. A summary of significant accounting policies is found in the notes accompanying the basic financial statements.

Internal controls are the attitude, policies, and procedures designed to prevent or detect material errors or irregularities in recording and reporting financial activities. Because the costs of internal controls should not outweigh their benefits, controls have been designed to provide a reasonable, but not absolute, assurance that the financial statements are free from material misstatement. Examples include approval of transactions, routine reconciliation of accounts, and management review of financial reports.



## **The College**

With campuses located within Multnomah County, the College is one of 17 independent Oregon community colleges under the policy and administrative guidance of the Oregon State Department of Education. The College, established in 1966 as a comprehensive community college, is located on more than 120 acres in the eastern region of the County, including satellite locations at the Bruning Center for Allied Health and the Maywood Park Center. The Bruning Center for Allied Health is a state-of-the-art learning environment with fully equipped "smart" classrooms, clinical skills labs, and a state-of-the-art nursing simulation center. The Maywood Park Center offers various educational services, plus an array of self-paced instructional courses. In 2023, the College had an average annual student body of 18,501 students, of which 39% were female, 51% were under the age of 30, and 58% attended classes on a part-time basis.





## **Component Units**

The Mt. Hood Community College Foundation (the Foundation), a legally separate, tax-exempt entity, acts primarily as a fundraising organization to supplement the resources of the college in support of programs for employees, students, and the community. The Foundation is governed by a board of directors composed of volunteers from communities served by the College. While the College does not control the timing or amount of receipts from the Foundation, the majority of the resources that the Foundation holds and invests are restricted to the activities of the College by the donors. Because these restricted resources held by the Foundation can only be used by or for the benefit of the College, the Foundation is considered a component unit of the College and is discretely presented in the College's financial statements.

## **Governing Bodies**

The members of the Board of Education of the College are duly elected representatives of the people, pursuant to the statutes of Oregon and consistent with the rules of the Oregon State Board of Education. The Board of Education is comprised of seven qualified members elected for four-year terms. Members are elected from established zones within the community college District. The College is not a component unit of any other entity.

## **Accreditation**

Mt Hood Community College was granted initial accreditation status in 1972 by the Northwest Commission on Colleges and Universities (NWCCU). MHCC's accreditation was reaffirmed most recently in February 2017 based on a Fall 2016 Year Seven Mission Fulfillment and Sustainability Evaluation. In August 2023, MHCC submitted an Evaluation of Institutional Effectiveness report to the Commission. MHCC hosted an onsite visit on October 18-20, 2023. Based on the report and the visit results, NWCCU will reaffirm MHCC's accreditation for another seven years along with any recommendations to implement to stay in compliance with the accreditation standards.

## **Higher Education Coordinating Council**

Effective July 1, 2014, oversight of community colleges moved from the State Board of Education to the Higher Education Coordinating Council. The Department of Community Colleges and Workforce Development Commissioner serves as an administrative officer of community college matters.

## **Budgetary**

The College adopts annual budgets and makes appropriations on a fund basis, using the modified accrual basis of accounting. Appropriations are made by organizational units, and the College monitors spending activity to ensure that expenditures do not exceed the appropriated amounts. Budget development begins with unit planning to ensure resource allocation supports mission fulfillment. The College's mission guides every step in the budget process and every aspect of day-to-day operations. Everything the College does is for the students to guide, teach, mentor, and advise them to achieve their goals.

## **Vision and Mission**

Mt. Hood Community College is valued as a cornerstone of the community for affordability, equitable student success, innovation, and financial stewardship. With a commitment to being inclusive, Mt. Hood Community College offers a full range of education and training in a supportive environment to advance personal and professional growth. We are a community hub for cultural, economic, recreational, and intellectual enrichment.



## Equity Statement

In July 2022, the board approved the College's first-ever equity-entered strategic plan, which is grounded on the following equity statement:

At Mt. Hood Community College we hold ourselves accountable to align our systems, policies, practices, and resource allocations to strategically and purposefully advance equity. We recognize the harm done to historically excluded people. We work towards a future where all people across the spectrum of difference thrive at Mt. Hood Community College. We seek to provide every person within our community the tools to be successful. We actively design equitable systems to promote fairness and justice.

Mt. Hood Community College prioritizes equity and acknowledges the importance of ongoing and intentional work to interrupt oppression and remove barriers that perpetuate inequity. We strive to become an organization that demonstrates equity in concept, practice, and outcomes, where all people are valued and feel a sense of belonging.

## Strategic Plan

The new strategic plan demonstrates a commitment to the values of accessibility, equity, innovation, learning, quality, and support. Objectives that support the following goals will guide the work of the College:

- **Teaching and Learning:** Improve teaching and learning practices to support learning and success for all students.
- **Educational Programs and Support Services:** Provide the full range of educational and support programs and services needed to allow students to meet their educational, career, and personal goals.
- **Facilities and Technology:** Provide facilities and technology platforms to serve the needs of all students.
- **Coordinate Community Connections:** Increase our visibility and strengthen the connection between the college and our local and regional community partners.

The College continues to emphasize many successful initiatives with key highlights listed below:

- The College continues to advance DEI by sponsoring professional development and investing in professional learning. In 2023, the College sent ten employees (deans, faculty, and other staff) to the National Conference on Race and Ethnicity in Higher Education. The attendees will be presenting what they learned at the conference throughout the upcoming year in partnership with our Teaching and Learning Center.
- Continued to keep legislators informed on the educational efforts of the college by holding several in-person tours on campus as well as meeting with legislators in Salem.
- Worked with Oregon Community College Association and sister colleges to keep legislators aware of the funding needs of community colleges across the state. Provided testimony at several legislative hearings.
- Completed new website design and navigation phase, launched college-wide content update process to be complete in 2024.
- Retained HR recruitment manager to lead recruitment process overhaul, including recruitment policy, full-cycle recruitment procedures, and guidance to managers on the steps and decision points throughout the process to support the college goal of increasing diverse representation of employees.
- Launched a comprehensive campus facility planning process to develop a facility plan that complements the academic and strategic enrollment plans.
- Completed campus-wide policy and regulation re-write, using community college best practices as templates and an equity lens to analyze changes.
- Published the first-ever Popular Annual Financial Report to increase financial transparency for college stakeholders.



- Developed a 10-year academic program plan
- Renovated the dental hygiene clinic
- Completed the first sequence of statewide common courses (COMM, MTH, STAT, WR)
- The Higher Education Coordinating Commission (HECC) approved the college's first applied baccalaureate degree in cybersecurity.
- Implemented Department of Labor Pre-apprenticeship in Construction for multi-language learners, including renovation of GE building
- Invested resources to build capacity to continue addressing students' basic needs insecurity. The General Fund budget was approved for baseline funding for the Student Basic Needs unit, including an ambitious unit plan with 16 tactics that included ongoing service, increasing grant funding, new partnerships, staff training and collaboration, service alignment, and much more. This budget included braided grant funds from state and federal sources.
- The design plans were finalized for the design of the new Community and Equity Resource Center with construction starting soon.
- Partnered on the Project Turnkey project for student housing in the MHCC district and was a key reference for its successful award to College Housing NW, bringing a \$6.6 million investment in student housing. Part of this process was intensive surveying and student forums offered in multiple languages to contribute to a strong application as well as a strong model for when the housing is ready for move in Spring 2024.
- Partnered with Trimet on their equity committee to identify additional funding for MHCC students for transportation support totaling \$45 thousand, with the potential to double that mid-year based on demand.
- Advocated for a record number of summer Trimet passes to be distributed to MHCC students valued at \$150 thousand.
- Participated in the Coalition to House Students to secure a House Bill totaling \$4 million directly allocated to sustain and increase Affordable Rents for College Students (ARCS) subsidized apartments for college students in the metro area, including MHCC students.
- Added two additional FTEs in the Student Services Hub over the past two years. This allowed the Hub to pilot a cohort model of onboarding outreach and support to targeted first-time students. This model resulted in:
  - 1,052 first-time freshman students enrolled for fall term 2022.
  - 65.3% of them were retained to winter term 2023.
  - 72% of the pilot cohort was retained to winter term 2023.
- Student employment invested in a new tool, Handshake, which connects students with jobs both on and off campus. Students who are employed on campus are retained at a much higher rate than non-student employees. Results from the 2023 academic year include:
  - 188 students were placed into a student employment position, a 52% increase from 2022 (124 students).
  - Of the 188 students, 62 (33% of student employees) were first-time students.
  - 94.6% of the 188 student employees persisted and were retained through the entire academic year, averaging 11 credits per term, which is 6 more credits per term than the average MHCC student.
- Achieving alignment of the goals of increasing financial literacy and financial aid applications. This alignment resulted in a 7.3% increase in federal and state financial aid applications from 2022 to 2023. Additionally, the office has focused on offering multiple sessions of support in multiple languages for our students and community and secured a new subcontract for student loan default management and financial literacy training.

## **Economic Condition**

Oregon's economic outlook remains stable, with local growth driven by full employment, enhanced business investment, and productivity gains. State support continues to increase and the college experienced enrollment growth for the first time in many years and expects additional enrollment increases over the next few years as



students return to school after the pandemic and are retained to completion due to investments in strategic enrollment management. Ongoing challenges for the college include balancing increasing expenses due to high inflation, continued rate increases for required PERS contributions and health benefit premiums, fierce competition from alternative education channels, with the need to keep tuition and fee costs affordable for students and families.

### **Independent Audit**

State statutes require an annual audit by independent certified public accountants. The College has selected Talbot, Korvola & Warwick, LLP (TKW) as its auditors. In addition to meeting the requirements set forth in Oregon Statutes, the audit was also designed to meet the federal Single Audit requirements and related Uniform Guidance requirements. The Schedule of Expenditures of Federal Awards (SEFA) is required because the College expended more than \$750 thousand per year in federal grant awards. The SEFA is required by the Federal Government and is organized by Assistance Listing number, a numbering system the Federal Government uses to identify and group the types of grants awarded by a variety of federal agencies. Many of these grant awards are for more than one year, so the amounts shown are not the total amounts awarded but rather the total amounts spent during the fiscal year.

### **Awards and Acknowledgements**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the College for its Annual Report for the fiscal year ended June 30, 2022. This was the eighth consecutive year the College has received this prestigious award. To be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Annual Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for one year only. The College believes that our current Annual Report continues to meet the Certificate of Achievement Program's requirements and is submitting it to the GFOA to determine its eligibility for another certificate.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Distinguished Budget Presentation to the College for its Annual budget for the fiscal year ending June 30, 2023. This was the third year the College had received this prestigious award. To qualify, the budget document must be judged as proficient as a policy document, a financial plan, an operations guide, and a communications device.

We wish to express our appreciation to the entire Financial Services staff for their efforts and contributions to this Annual Comprehensive Financial Report. We further extend our thanks to the staff of Talbot, Korvola & Warwick, LLP for their efforts during this audit. We would also like to thank the members of the Board of Education, the President's Cabinet, faculty, and staff for their continued support and dedication to the College's financial operations.

Sincerely,

A handwritten signature in black ink, appearing to read "Lisa Skari".

Lisa Skari  
President

A handwritten signature in blue ink, appearing to read "Jennifer A. DeMent".

Jennifer A. DeMent  
Vice President, Finance & Administration

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

OFFICIALS

AS OF JUNE 30, 2023

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BOARD OF EDUCATION

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<u>Official</u>	<u>Office</u>	<u>Term expires June 30,</u>
Andrew Speer	Chair	2023
Diane McKeel	Vice Chair	2025
Kenney Polson	Member	2023
Annette Mattson	Member	2025
Marie Teune	Member	2025
Diane Noriega	Member	2023
ShaToyia Bentley	Member	2023

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Administration

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Lisa Skari	President
Jennifer DeMent	Vice President, Finance & Administration

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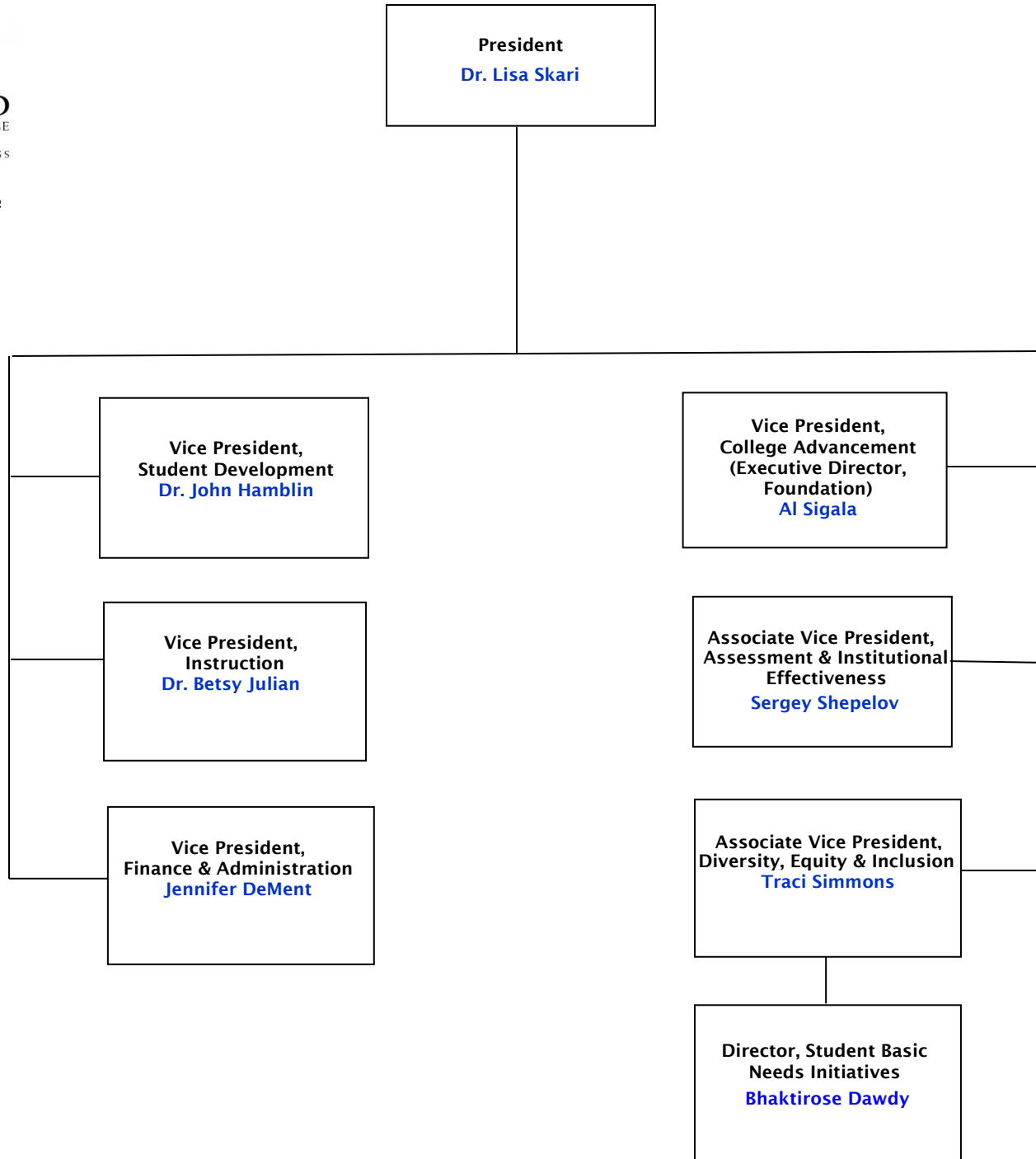
Address

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26000 S.E. Stark Street  
Gresham, Oregon 97030



**President's Office**



**FINANCIAL SECTION**



Talbot, Korvola & Warwick, LLP 14945 SW Sequoia Parkway, Suite 150 Portland, OR 97224  
P 503.274.2849 F 503.274.2853 [www.tkw.com](http://www.tkw.com)

## **INDEPENDENT AUDITOR'S REPORT**

Board of Education  
Mt. Hood Community College District  
Gresham, Oregon

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the financial statements of the business-type activities and discretely presented component unit of Mt. Hood Community College District (the District), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the Table of Contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of the business-type activities and the discretely presented component unit of the District as of June 30, 2023, and the respective changes in financial position and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### ***Responsibilities of Management for the Financial Statements***

The District's management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.



## INDEPENDENT AUDITOR'S REPORT (Continued)

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the required supplementary information, such as Management's Discussion and Analysis and the other post employment benefit and pension schedules and notes in the Required Supplementary Information section, as listed in the Table of Contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

## INDEPENDENT AUDITOR'S REPORT (Continued)

### ***Supplemental Financial Information and the Schedule of Expenditures of Federal Awards***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. As listed in the Table of Contents, the Supplemental Financial Information and the Schedule of Expenditures of Federal Awards as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Supplemental Financial Information and the Schedule of Expenditures of Federal Awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the Supplemental Financial Information and the Schedule of Expenditures of Federal Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the Introductory Section, Other Financial Schedules, and Statistical Section, as listed in the Table of Contents, but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection, with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 29, 2023 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

### **Other Reporting Required by Oregon Minimum Standards**

In accordance with *Minimum Standards for Audits of Oregon Municipal Corporations*, we have also issued our report dated December 29, 2023, on our consideration of the District's compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.



For Talbot, Korvola & Warwick, LLP  
Portland, Oregon  
December 29, 2023

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
(Required Supplementary Information - in \$thousands)

**YEAR ENDED JUNE 30, 2023**

The management of Mt. Hood Community College District (the College) is responsible for preparing the basic financial statements in accordance with accounting principles generally accepted in the United States of America.

This Management's Discussion and Analysis (MD & A) will introduce the College's basic financial statements as of and for the year ended June 30, 2023. The following narratives, condensed financial information, and analysis are intended to assist readers' assessment of the College's financial position at June 30, 2023, and the changes in its financial position and its cash flows for the year.

**BASIC FINANCIAL STATEMENTS**

The College has presented its basic financial statements in accordance with Statement Nos. 34 and 35 of the Governmental Accounting Standards Board (GASB).

GASB Statement No. 34 stipulates using an economic resources measurement focus and the accrual basis of accounting. All capital assets and related accumulated depreciation are to be reported in the Statement of Net Position. All outstanding debt will reduce net position. Depreciation will be recognized in the Statement of Revenues, Expenses and Changes in Net Position. All revenues will be recognized in the year in which they are earned. Likewise, expenses will be reported in the year the liability is incurred regardless of when the amount is actually paid. Interest on debt will be accrued at June 30 and recorded as an expense in the Statement of Revenues, Expenses and Changes in Net Position.

GASB Statement No. 35 applies to public colleges and universities. It stipulates the display and disclosure requirements of the basic financial statements. The financial information is to be presented for the College as a whole rather than a series of fund types. The display and disclosure requirements are similar to those used by commercial organizations.

GASB Statement No. 87 establishes a single model for lease accounting. A lessee is required to recognize a lease liability as an intangible right-to-use asset, and a lessor is required to recognize a lease liability and deferred inflow of resources. The primary objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments.

GASB Statement No. 96 was implemented during the fiscal year end June 30, 2023. The primary objective of this Statement is to establish uniform accounting and financial reporting requirements for subscription-based information technology arrangements (SBITAs) for government end users (governments). The implementation required the recognition of a right-to-use (RTU) asset and a corresponding subscription liability.

In addition to this discussion and analysis, the financial section of this annual report contains the *basic financial statements, required supplementary information, and supplemental financial information*, including the schedules of all of the College's funds.

The basic financial statements are comprised of:

- The Statement of Net Position
- The Statement of Revenues, Expenses and Changes in Net Position
- The Statement of Cash Flows
- The Notes to Basic Financial Statements

A Statement of Net Position presents information on all of the College's assets (what it owns) and liabilities (what it owes). The difference between total assets and deferred outflows and total liabilities and deferred inflows is reported as net position. Over time, changes in net position are an indicator of improving or eroding financial health. Non-financial indicators, such as enrollment levels and the condition of the College's facilities, must also be considered when evaluating the College's financial position.

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
(Required Supplementary Information - in \$thousands)

**YEAR ENDED JUNE 30, 2023**

**BASIC FINANCIAL STATEMENTS (Continued)**

The Statement of Revenues, Expenses and Changes in Net Position presents the revenues earned and expenses incurred during the year. As prescribed by GASB, revenues are reported as operating or non-operating. Operating revenues and expenses generally result from providing services to students. All other revenues and expenses not meeting this definition are reported as non-operating. Revenues are presented by source. Expenses are presented by function. GASB stipulates that State support and property taxes, which represent approximately 36.7% of total revenues, are reported as non-operating revenues in the Statement of Revenues and Expenditures and Changes in Net Position. This results in the display of a significant operating loss.

A Statement of Cash Flows is intended to help evaluate the College's ability to meet its financial obligations as they become due. Cash inflows and outflows are identified as operating, noncapital financing, capital and related financing, and investing activities. The nature of operating activities was described in the previous paragraph. Capital financing activities are those items that are clearly attributable to the acquisition, construction, or improvement of capital assets. This includes the repayment of debt associated with these assets.

The Notes to Basic Financial Statements provide additional information essential for a full understanding of the data presented in the basic financial statements.

**FINANCIAL HIGHLIGHTS**

*State Support.* The Oregon legislature appropriates State support for its biennial budget. Oregon Administrative Rules (OAR) prescribes how State support is remitted to Oregon community colleges. Eight payments are remitted throughout the biennium. Five payments are remitted in the first year of the biennium (the even-numbered year), and three payments are remitted in the second year of the biennium (the odd-numbered year). The OAR was adopted during the year ended June 30, 2003. This accounts for the rise and fall of State support referenced in the Condensed Financial Information and analysis in this MD & A and the accompanying basic financial statements.

*Enrollment and Tuition.* 2023 tuition was \$120 per credit hour, an increase of \$2 per credit hour from 2022. Student full-time equivalent enrollment (SFTE) is defined as 510 clock hours. Total SFTE increased by 190 to 5,800 in 2023, representing a 3.4% enrollment increase from 2022. Not all enrollment generates tuition and fees. Non-tuition-bearing enrollment increased by 43.8% while tuition-bearing enrollment increased by 3.2%. Enrollment increases translated to a 2.8% (\$324 thousand) increase in tuition and fee revenue.

*Grants.* There was a decrease in operating grants due to not receiving continued COVID-19 Higher Education Emergency Relief Funds (HEERF) and American Rescue Plan Act (ARPA) awards.

*Capital and Related Financing.* The decrease in unrestricted net position in 2023 is primarily due to the method of receiving state support.

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
(Required Supplementary Information - in \$thousands)

**YEAR ENDED JUNE 30, 2023**

**CONDENSED FINANCIAL INFORMATION AND ANALYSIS**

**Analysis of Statements of Net Position**

Net Position at June 30 (in \$thousands)

	<u>2023</u>	<u>2022</u>	<u>Increase (decrease) from 2022 to 2023</u>
Current assets:			
Cash and cash equivalents	\$ 25,892	\$ 35,141	\$ (9,249)
Cash restricted for retainage	160	-	160
Other	24,905	26,588	(1,683)
Lease receivables	90	84	6
Noncurrent assets:			
Other	770	1,444	(674)
Lease receivables	2,145	2,235	(90)
Capital assets, net	<u>62,009</u>	<u>54,174</u>	<u>7,835</u>
Assets	<u>115,971</u>	<u>119,666</u>	<u>(3,695)</u>
Deferred outflows	<u>53,956</u>	<u>80,496</u>	<u>(26,540)</u>
Current liabilities	25,904	24,563	1,341
Noncurrent liabilities			
Pre-SLGRP pooled liability	2,572	3,532	(960)
Total other postemployment benefit	11,751	13,091	(1,340)
Net pension liability	23,933	37,205	(13,272)
Bonds and leases payable	<u>98,096</u>	<u>104,870</u>	<u>(6,774)</u>
Liabilities	<u>162,256</u>	<u>183,261</u>	<u>(21,005)</u>
Deferred inflows	<u>37,571</u>	<u>41,822</u>	<u>(4,251)</u>
Net position:			
Net investment in capital assets	36,402	29,581	6,821
Restricted for student aid	143	422	(279)
Restricted for OPEB RHIA	770	1,410	(640)
Unrestricted	<u>(67,215)</u>	<u>(56,334)</u>	<u>(10,881)</u>
Net position (deficit)	<u>\$ (29,900)</u>	<u>\$ (24,921)</u>	<u>\$ (4,979)</u>

*Fiscal year 2023 compared to 2022.* Cash and cash equivalents decreased by \$9,249 primarily due to receiving three state support payments in 2023 versus five payments in 2022. Deferred outflows decreased by \$26,540 and the pension liability decreased by \$13,272 because of the recognition of the PERS side-account contribution in 2022.

Changes in bonds and capital assets are discussed in the Capital Assets and Debt Administration section of this Management's Discussion and Analysis.

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

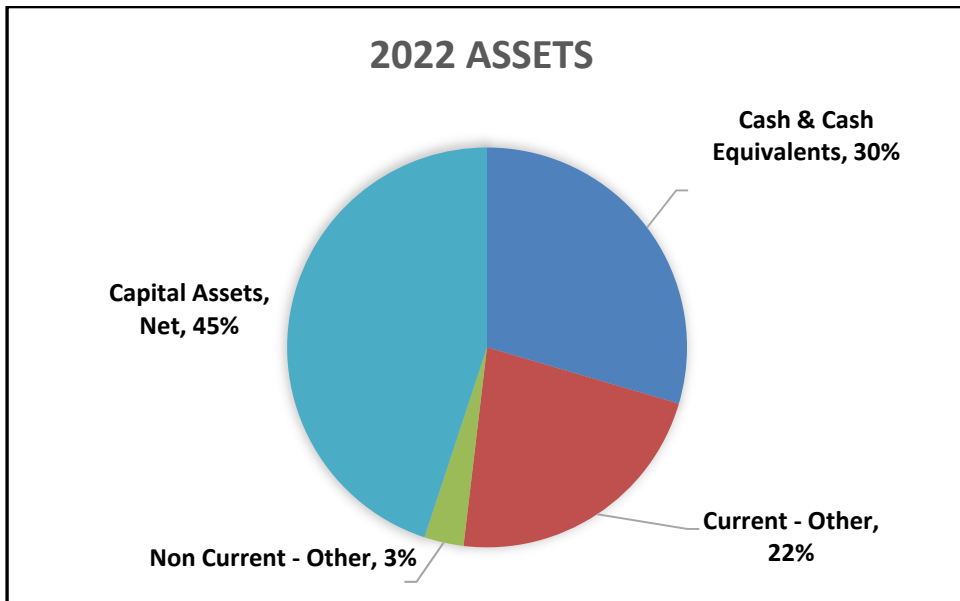
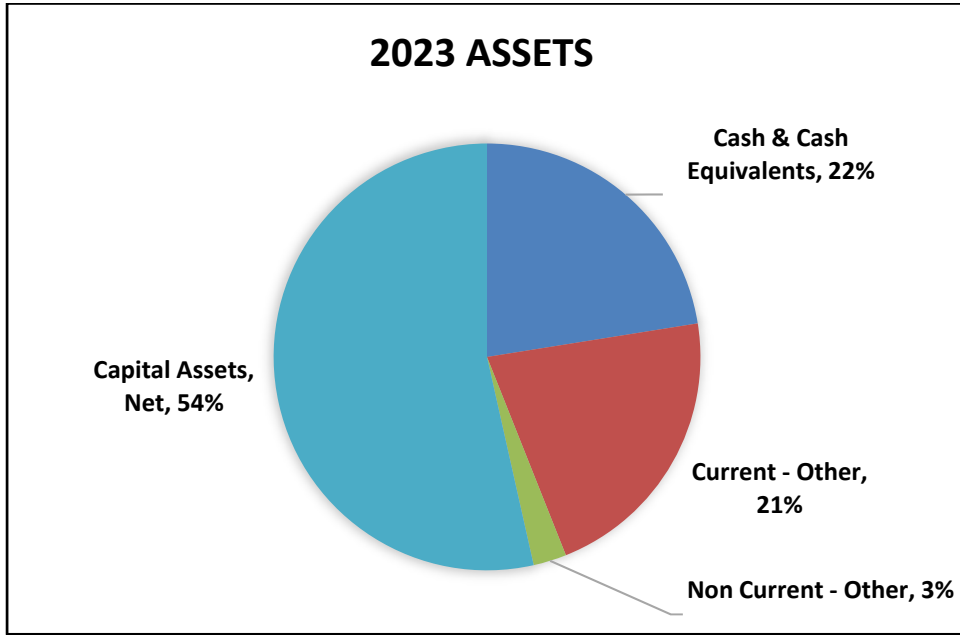
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
(Required Supplementary Information - in \$thousands)

**YEAR ENDED JUNE 30, 2023**

**CONDENSED FINANCIAL INFORMATION AND ANALYSIS (Continued)**

**Analysis of Statements of Net Position (Continued)**

Net position is the difference between total assets and deferred outflows and total liabilities and deferred inflows. This represents what is available to finance future operations after all amounts owed are paid. Unrestricted net position at June 30, 2023 and 2022 was \$(67,215) and \$(56,334) respectively. Total net position at June 30, 2023 decreased by \$4,979 from \$(24,921) to \$(29,900). This change in unrestricted and total net position is due to the method of receiving state support.



**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
 Multnomah, Clackamas and Hood River Counties, Oregon

**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
 (Required Supplementary Information - in \$thousands)

**YEAR ENDED JUNE 30, 2023**

**CONDENSED FINANCIAL INFORMATION AND ANALYSIS (Continued)**

**Analysis of Statements of Revenues, Expenses and Changes in Net Position**

Operating results for the year ended June 30 (in \$thousands)

	<u>2023</u>	<u>2022</u>	<u>Increase (decrease) from 2022 to 2023</u>
Operating revenues:			
Tuition and fees	\$ 11,871	\$ 11,547	\$ 324
Grants	49,916	56,430	(6,514)
Auxiliary enterprises and other	1,152	1,279	(127)
	<u>62,939</u>	<u>69,256</u>	<u>(6,317)</u>
Operating revenues			
Operating expenses:			
Instruction and academic support	42,012	38,939	3,073
Student services	9,951	8,966	985
Institutional support and plant operations	19,970	19,972	(2)
Scholarships	13,661	18,503	(4,842)
Public service	23,234	20,877	2,357
Auxiliary enterprises and research	1,534	1,291	243
Depreciation	3,799	3,001	798
	<u>114,161</u>	<u>111,549</u>	<u>2,612</u>
Operating expenses			
Operating loss	<u>(51,222)</u>	<u>(42,293)</u>	<u>(8,929)</u>
Nonoperating revenues (expense):			
State support	26,448	43,011	(16,563)
Property taxes	15,018	14,431	587
Grants and investment income	8,613	7,398	1,215
Interest expense	(3,836)	(3,841)	5
	<u>46,243</u>	<u>60,999</u>	<u>(14,756)</u>
Nonoperating revenues (expense)			
Increase (decrease) in net position	<u>(4,979)</u>	<u>18,706</u>	<u>(23,685)</u>
Beginning net position,	<u>(24,921)</u>	<u>(43,627)</u>	<u>18,706</u>
Ending net position	<u>\$ (29,900)</u>	<u>\$ (24,921)</u>	<u>\$ (4,979)</u>

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
(Required Supplementary Information - in \$thousands)

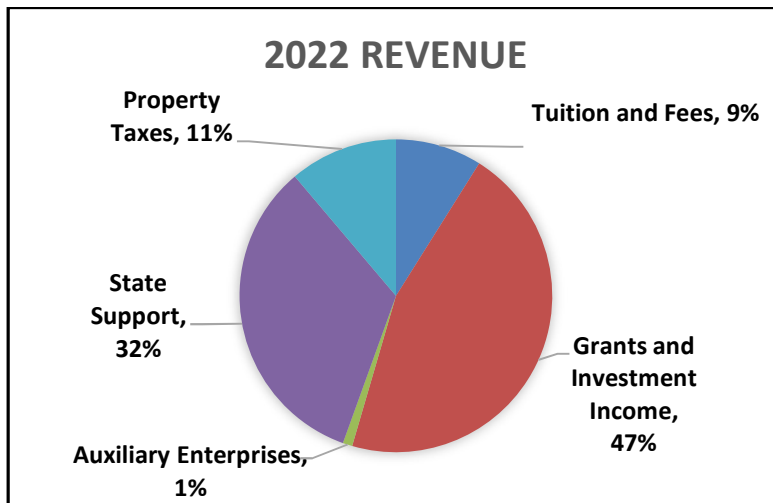
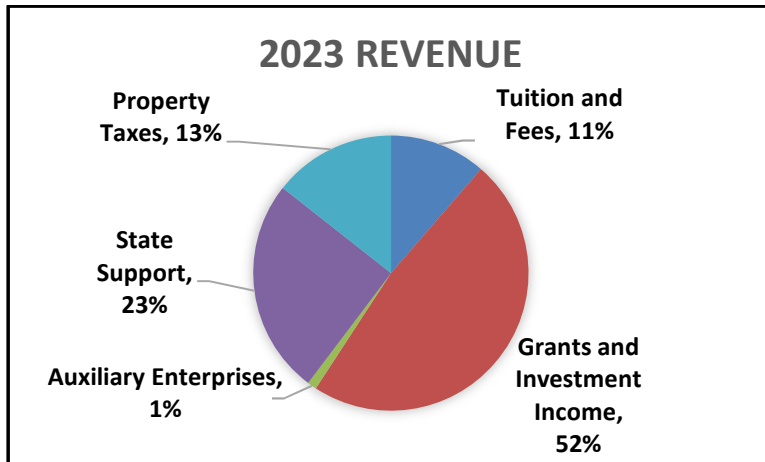
**YEAR ENDED JUNE 30, 2023**

**CONDENSED FINANCIAL INFORMATION AND ANALYSIS (Continued)**

**Analysis of Statements of Revenues, Expenses and Changes in Net Position (Continued)**

State support and tuition and fee revenue were previously discussed. Grant expenditures are reported in the College operating function to which they relate. Reimbursement of grant expenditures, other than Pell grants, is reported as operating revenues. Pell grant proceeds are reported as non-operating revenues. Increases in Oregon property taxes are limited to a 3% growth in assessed valuation plus new construction additions.

*Fiscal year 2023 compared to 2022.* Operating revenue decreased by \$6,317 as a result of decreased grant revenue due to the ending of the Higher Education Emergency Relief Funds (HEERF) related to the federal government's response to the COVID-19 pandemic. Tuition and fees increased by \$324 due to slightly increased enrollment. Instruction and Academic Support expenses increased \$3,073 due to increased instructional costs. Nonoperating revenue state support decreased \$16,563 due to receiving three state support payments in fiscal year 2023 compared to five in fiscal year 2022. Scholarships decreased by \$4,842 due to the discontinuance of the HEERF scholarship funds. Increases in remaining expenses generally consist of cost of living and inflationary increases.





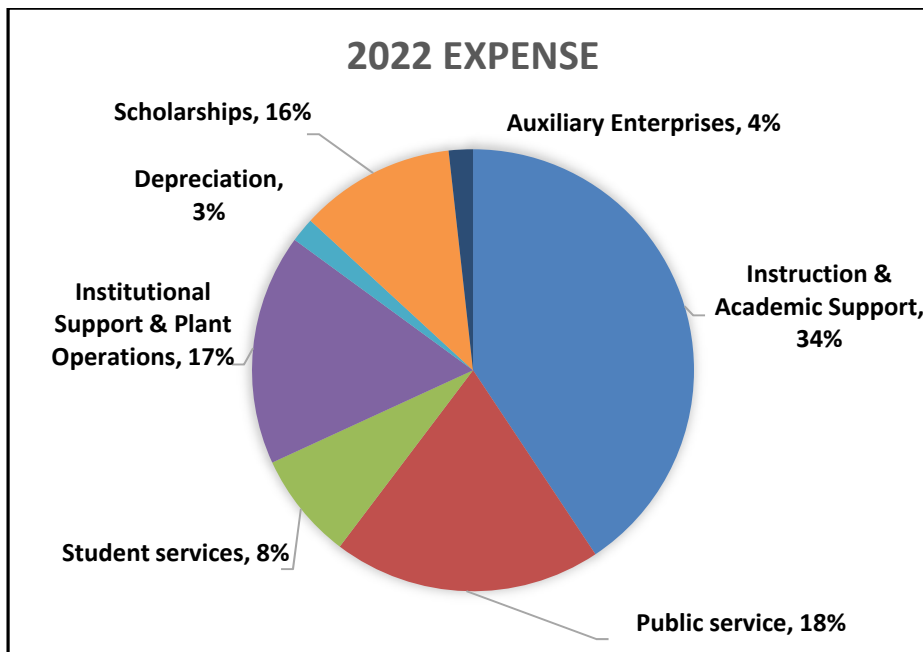
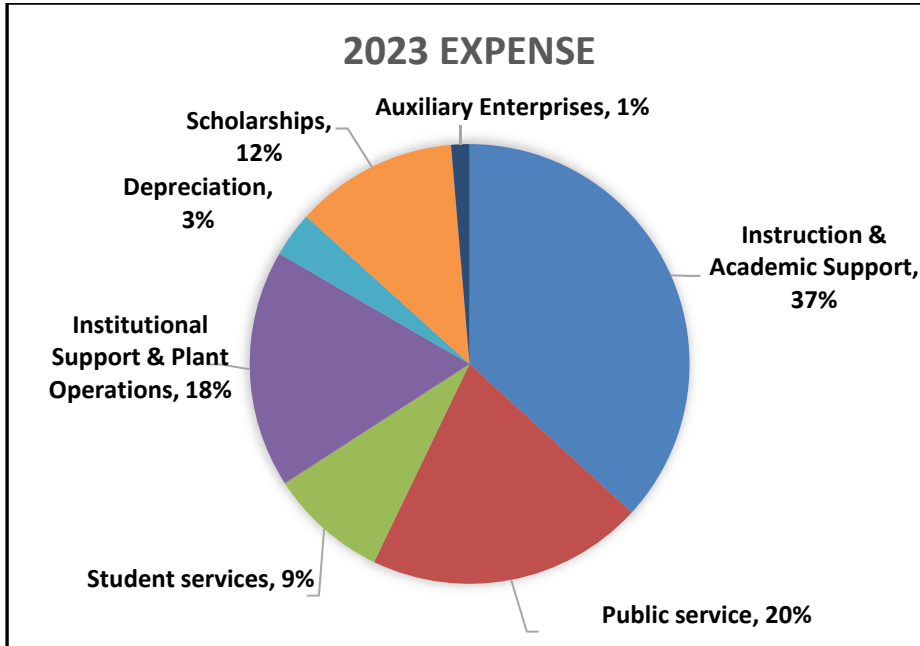
**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
(Required Supplementary Information - in \$thousands)

**YEAR ENDED JUNE 30, 2023**

**CONDENSED FINANCIAL INFORMATION AND ANALYSIS (Continued)**

**Analysis of Statements of Revenues, Expenses and Changes in Net Position (Continued)**



**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
(Required Supplementary Information - in \$thousands)

**YEAR ENDED JUNE 30, 2023**

**CONDENSED FINANCIAL INFORMATION AND ANALYSIS (Continued)**

The natural classification of operating expenses at June 30, in \$millions, is:

	2023	2022
Salaries and wages, payroll taxes and benefits	\$ 77.8	\$ 72.6
Materials and services	18.9	17.4
Scholarships	13.7	18.5
Depreciation	3.8	3
	<u>\$ 114.2</u>	<u>\$ 111.5</u>

**Analysis of the Statements of Cash Flows**

Cash flows for the year ended June 30,

	2023	2022	Increase (decrease) from 2022 to 2023
Cash flows provided (used) by the following activities:			
Operating	\$ (38,001)	\$ (96,166)	\$ 58,165
Noncapital financing	38,499	114,264	(75,765)
Capital and related financing	(10,881)	(2,194)	(8,687)
Investing	1,294	241	1,053
Net increase (decrease) in cash and cash equivalents	<u>(9,089)</u>	<u>16,145</u>	<u>(25,234)</u>
Beginning cash and cash equivalents	<u>35,141</u>	<u>18,996</u>	<u>16,145</u>
Ending cash and cash equivalents	<u>\$ 26,052</u>	<u>\$ 35,141</u>	<u>\$ (9,089)</u>
Comprised as Follow s:			
Unrestricted	25,892	35,141	(9,249)
Restricted	160	-	160
Total	<u>\$ 26,052</u>	<u>\$ 35,141</u>	<u>\$ (9,089)</u>

*Fiscal year 2023 compared to 2022.* Noncapital financing cash flows decreased due to receiving three rather than five State support payments in 2023, and debt proceeds from pension bonds in 2022. Operating cash flows decreased due to pension-related deferred outflows allocated to personnel services. Capital and related financing cash flows decreased due to the purchase of capital assets.

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
(Required Supplementary Information - in \$thousands)

**YEAR ENDED JUNE 30, 2023**

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

Capital Assets

During the year ended June 30, 2023, net capital assets increased due to the addition of SBITAs per page 4 and capital construction work that was completed. Additional information on the College's capital assets can be found in the Notes of this report on page 25.

Long Term Debt

Additional information on the College's long-term debt can be found in the Notes of this report beginning on page 26.

**ECONOMIC FACTORS AND NEXT YEAR'S OPERATIONS**

Oregon's economic outlook remains stable, with local growth driven by full employment, enhanced business investment, and productivity gains. The economic landscape is undergoing a rebalancing, with inflation persisting above the Federal Reserve's target. However, easing inflationary pressures is observed due to improved productivity gains and increased job seekers, indicating a less overheated labor market. As wage growth slows, the Federal Reserve plans surgical rate cuts to facilitate a soft landing for the economy.

The College experienced enrollment growth for the first time in many years and expects additional enrollment increases over the next few years as students return to school after the pandemic and are retained to completion due to investments in strategic enrollment management. Oregon's Higher Education Coordinating Commission approved changes to the state funding distribution method that directs dollars towards the support of priority student populations and the success of all students in meeting their educational goals. The College expects minimal financial impact for the implementation year of the fiscal year ending 2025. However, these changes provide an opportunity to increase the College's share of state support without increasing enrollment.

**REQUEST FOR INFORMATION**

This financial report is designed to provide a general overview of the College finances for all those with interest therein. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Vice President of Finance and Administration, Mt. Hood Community College District, 26000 S.E. Stark Street, Gresham, OR 97030.

## **BASIC FINANCIAL STATEMENTS**

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**STATEMENT OF NET POSITION**

**JUNE 30, 2023**  
(in \$thousands)

	<u>Mt. Hood Community College</u>	<u>Mt. Hood Foundation</u>
<b>ASSETS:</b>		
Cash and cash equivalents	\$ 25,892	\$ 655
Cash restricted for retainage	160	-
Investments	-	8,167
Receivables, net	23,764	-
Lease receivables	90	-
Deferred charges and other current assets	1,141	-
	<hr/>	<hr/>
Current assets	51,047	8,822
	<hr/>	<hr/>
Lease receivables	2,145	-
Net other postemployment benefit asset	770	-
Capital assets not being depreciated	6,961	-
Capital assets being depreciated, net	55,048	2,104
	<hr/>	<hr/>
Noncurrent assets	64,924	2,104
	<hr/>	<hr/>
Total assets	115,971	10,926
	<hr/>	<hr/>
<b>DEFERRED OUTFLOWS:</b>		
Deferred outflows - pension	51,710	-
Deferred outflows - other postemployment benefit	1,643	-
Deferred outflows - debt refunding	603	-
	<hr/>	<hr/>
Total deferred outflows	53,956	-
	<hr/>	<hr/>
<b>LIABILITIES:</b>		
Accounts payable	1,906	62
Accrued payroll and taxes	6,849	-
Unearned revenue - tuition	4,399	-
Unearned revenue - grant	2,655	-
Accrued interest payable	96	-
Bonds, leases and subscriptions payable, current portion	9,999	-
	<hr/>	<hr/>
Current liabilities	25,904	62
	<hr/>	<hr/>
Pre-SLGRP pooled liability	2,572	-
Total other postemployment benefit liability	11,751	-
Net pension liability	23,933	-
Bonds, leases and subscriptions payable	98,096	-
	<hr/>	<hr/>
Noncurrent liabilities	136,352	-
	<hr/>	<hr/>
Total liabilities	162,256	62
	<hr/>	<hr/>
<b>DEFERRED INFLOWS:</b>		
Deferred inflows - pension	30,912	-
Deferred inflows - other postemployment benefit	4,543	-
Deferred inflows - leases	2,116	-
	<hr/>	<hr/>
Total deferred inflows	37,571	-
	<hr/>	<hr/>
<b>NET POSITION (DEFICIT):</b>		
Net investment in capital assets	36,402	2,104
Restricted for student aid	143	-
Restricted for OPEB RHIA	770	-
Restricted for scholarships and awards	-	6,329
Unrestricted	(67,215)	2,431
	<hr/>	<hr/>
<b>TOTAL NET POSITION (DEFICIT)</b>	<b>\$ (29,900)</b>	<b>\$ 10,864</b>
	<hr/>	<hr/>

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**

**YEAR ENDED JUNE 30, 2023**

(in \$thousands)

	Mt. Hood Community College	Mt. Hood Foundation
<b>OPERATING REVENUES:</b>		
Tuition and fees	\$ 11,871	\$ -
Grants	49,916	-
Auxiliary enterprises	456	-
Other	696	1,019
	<u>62,939</u>	<u>1,019</u>
Total operating revenues		
<b>OPERATING EXPENSES:</b>		
Instruction	33,011	-
Research	795	-
Public service	23,234	-
Academic support	9,001	-
Student services	9,951	-
Institutional support	14,516	-
Plant operations	5,454	-
Depreciation	3,799	-
Scholarships	13,661	-
Auxiliary enterprises	739	-
Foundation	-	1,579
	<u>114,161</u>	<u>1,579</u>
Total operating expenses		
<b>OPERATING GAIN (LOSS)</b>	<u>(51,222)</u>	<u>(560)</u>
<b>NONOPERATING REVENUES (EXPENSES):</b>		
State support	26,448	-
Property taxes	15,018	-
Grants	7,261	-
Investment income	1,352	636
Interest expense	(3,836)	-
	<u>46,243</u>	<u>636</u>
Total nonoperating revenues (expenses)		
<b>INCREASE (DECREASE) IN NET POSITION</b>	<u>(4,979)</u>	<u>76</u>
<b>BEGINNING NET POSITION (DEFICIT)</b>	<u>(24,921)</u>	<u>10,788</u>
<b>ENDING NET POSITION (DEFICIT)</b>	<u>\$ (29,900)</u>	<u>\$ 10,864</u>

See notes to basic financial statements.

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**STATEMENT OF CASH FLOWS**

**YEAR ENDED JUNE 30, 2023**

(in \$thousands)

	<u>Mt. Hood Community College</u>	<u>Mt. Hood Foundation</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Tuition and fees	\$ 12,252	\$ -
Grants	51,729	-
Auxiliary enterprise charges	450	-
Other	574	998
Student loan collections	34	
Payments to employees	(70,997)	(236)
Payments to suppliers	(18,382)	(354)
Financial aid and scholarships	(13,661)	(927)
	<hr/>	<hr/>
Net cash from operating activities	(38,001)	(519)
	<hr/>	<hr/>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>		
State support	26,448	-
Property taxes	14,993	-
Grants	7,261	-
Principal paid on Pre-SLGRP pooled liability	(960)	-
Principal paid on noncapital debt	(3,253)	-
Interest paid on noncapital debt	(5,990)	-
	<hr/>	<hr/>
Net cash from noncapital financing activities	38,499	-
	<hr/>	<hr/>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Capital grants	282	-
Purchases of capital assets	(7,560)	-
Lease	142	-
Principal paid on capital debt	(2,745)	-
Interest paid on capital debt	(1,000)	-
	<hr/>	<hr/>
Net cash from capital and related financing activities	(10,881)	-
	<hr/>	<hr/>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Proceeds from sales of investments	-	3,132
Purchases of investment	-	(2,707)
Investment income	1,294	216
	<hr/>	<hr/>
Net cash from investing activities	1,294	641
	<hr/>	<hr/>
<b>INCREASE IN CASH AND CASH EQUIVALENTS</b>	(9,089)	122
<b>BEGINNING CASH AND CASH EQUIVALENTS</b>	35,141	533
	<hr/>	<hr/>
<b>ENDING CASH AND CASH EQUIVALENTS</b>	<u>\$ 26,052</u>	<u>\$ 655</u>
	<hr/>	<hr/>
<b>COMPRISED AS FOLLOWS:</b>		
Unrestricted	25,892	655
Restricted	160	-
Total	<u>\$ 26,052</u>	<u>\$ 655</u>
	<hr/>	<hr/>

See notes to basic financial statements.

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**STATEMENT OF CASH FLOWS**

**YEAR ENDED JUNE 30, 2023**

(in \$thousands)

	Mt. Hood Community College	Mt. Hood Foundation
<b>RECONCILIATION OF OPERATING LOSS TO NET</b>		
<b>CASH FROM OPERATING ACTIVITIES:</b>		
Operating gain (loss)	\$ (51,222)	\$ (560)
Adjustments:		
Non-cash contributions	-	(26)
Depreciation	3,799	43
Net other postemployment benefit asset, liability and related deferrals	248	-
Net pension liability and related deferrals	8,115	-
Deferred inflow - lease	(145)	-
Loss on disposal of capital assets	157	-
Increase (decrease) in assets:		
Receivables	1,483	-
Inventories and deferred charges	(19)	-
Increase (decrease) in liabilities:		
Accounts payable	363	20
Accrued payroll and taxes	(1,542)	-
Unearned revenue	762	4
	<u>\$ (38,001)</u>	<u>\$ (519)</u>
Net cash from operating activities	<u>\$ (38,001)</u>	<u>\$ (519)</u>

**SCHEDULE OF NON-CASH CAPITAL AND RELATED FINANCING ACTIVITIES**

Inception of lease	\$ 1,926
Lease termination	315
Inception of subscriptions	1,401

See notes to basic financial statements.



**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**NOTES TO BASIC FINANCIAL STATEMENTS**  
(In \$thousands)

**YEAR ENDED JUNE 30, 2023**

**THE COLLEGE**

Mt. Hood Community College District (the College) is organized under the general laws of the State of Oregon and, as such, is a public institution under the general supervision of the Higher Education Coordinating Council. The College qualifies as a primary government since it has a separately elected governing body, is a legally separate entity, and is fiscally independent. There are various governmental agencies, cities, school districts, and special service districts that provide services within the College's boundaries. The College's financial statements include all accounts of the College and its component unit, Mt. Hood Community College Foundation (the Foundation). The Foundation's financial statements are reported in a separate column on the face of the basic financial statements as a discretely presented component unit.

The Foundation is a legally separate, tax-exempt entity that acts primarily as a fund-raising organization to supplement the resources available to the College in support of its programs for staff, students, and the community. The Foundation is governed by a board of directors composed of up to 25 volunteers selected by the Foundation board from communities served by the College. Although the College does not control the timing or amount of receipts from the Foundation, the majority of the resources or income thereon, which the Foundation holds and invests, are restricted to the activities of the College by the donors. Because these restricted resources held by the Foundation can only be used by or for the benefit of the College, the Foundation is considered a component unit of the College and is discretely presented in the College's financial statements.

During the year ended June 30, 2023, the Foundation provided scholarships of \$504 and support to programs of \$334 for a total benefit of \$838 for the College. Complete financial statements for the Foundation can be obtained at 26000 SE Stark Street, Gresham, Oregon, 97030

The College provides the facilities and use of certain staff for the operation and administration of the Foundation's activities. For the year ended June 30, 2023, the Foundation reimbursed the College \$234 for expenses paid on behalf of the Foundation for staff salaries and benefits, insurance coverage, other expenses, and scholarships.

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Presentation** - The basic financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America. These financial statements are based on all applicable Governmental Accounting Standards Board (GASB) pronouncements. The College follows the "business-type activities" reporting requirements of GASB Statement No. 35.

**Basis of Accounting** - The basic financial statements are accounted for on the flow of economic resources measurement focus and are prepared on the accrual basis of accounting. Revenues are recorded when earned, and expenses are recorded at the time liabilities are incurred. Property taxes are recognized as revenues in the years for which they are levied. State support and grants are recognized as revenues as soon as all eligibility requirements imposed have been met. All significant intra-college transactions have been eliminated, including charges for indirect costs.

**Use of Estimates** - The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the basic financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**NOTES TO BASIC FINANCIAL STATEMENTS**  
(In \$thousands)

**YEAR ENDED JUNE 30, 2023**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Cash and Cash Equivalents** - Cash and cash equivalents are defined as cash on hand, demand deposits, and the State of Oregon Treasurer's Local Government Investment Pool (LGIP). The LGIP is not registered with the U.S. Securities and Exchange Commission as an investment company. The LGIP is stated at cost, which approximates fair value. The fair value of the investment in the LGIP is the same as the value of the pool shares.

**Receivables** - All student accounts, grants, student loans, and property taxes receivable are shown net of an allowance for uncollectible accounts. The allowance for uncollectible accounts is determined based on the aged receivable balance.

Property taxes are levied on all taxable property as of July 1, the beginning of the fiscal year, and become a lien on that date. Property taxes are payable on November 15, February 15, and May 15. Discounts are allowed if the amount due is received by November 15 or February 15. Taxes unpaid and outstanding on May 16 are considered delinquent.

**Inventories** - Inventories are stated at cost. Cost is determined by the first-in, first-out method for all inventory.

**Capital Assets** - Capital assets are tangible and intangible, including land and land improvements, buildings and building improvements, art collection, equipment and furnishings, construction in progress, and right-to-use leases. Art collection and equipment and furnishings with a cost or estimated historical cost of \$5 or more and a useful life greater than one year are capitalized. All other capital assets are capitalized if the cost or estimated historical cost exceeds \$50.

As the College constructs or acquires capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost (except for intangible right-to-use lease and SBITAs assets, the measurement of which is discussed in Leases and SBITAs below). The reported value excludes normal maintenance and repairs, which are amounts spent in relation to capital assets that do not increase the asset's capacity or efficiency or increase its estimated useful life. Donated capital assets are recorded at acquisition value at the date of donation. Acquisition value is the price that would be paid to acquire an asset with equivalent service potential on the date of the donation. Intangible assets follow the same capitalization policies as tangible capital assets and are reported with tangible assets in the appropriate capital asset classification.

Land, construction in progress, and art collections, which have an inexhaustible life, are not depreciated. The other tangible and intangible property, plant, equipment, the right to use leased equipment, and infrastructure are depreciated/amortized using the straight-line method over the following useful lives:

SBITA assets	1-5 years
Lease assets	1-20 years
Equipment and furnishings	5-20 years
Land improvements	10-25 years
Buildings and building improvements	45-60 years

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**YEAR ENDED JUNE 30, 2023**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Subscription-based information technology arrangements (SBITAs)** – A SBITA is defined as a contract that conveys control of the right to use another party’s (a SBITA vendor’s) information technology (IT) software, alone or in combination with tangible capital assets (the underlying IT assets) as specified in the contract for a period of time in an exchange or exchange-like transaction.

At the commencement of a subscription term, the College recognizes an intangible subscription asset and associated subscription liability. The subscription liability is recognized at the net present value of future subscription payments and is reduced over time by the principal portion of payments made. Subscription payments are discounted using the College’s calculated discount rate. The College recognizes subscription liabilities with an initial individual value of \$5 or more and a subscription term greater than 12 months.

The subscription asset is initially measured as the initial amount of the subscription liability, adjusted for payments made at or before the implementation date, plus certain initial direct costs. Subsequently, the subscription asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to SBITAs include how the College determines (1) the discount rate it uses to discount the expected payments to present value, (2) subscription term, and (3) subscription payments.

- The College uses a spread between actual rates and the risk-free/treasury rate from its last debt issue, along with the subscription implementation date to calculate the discount rate for SBITAs.
- The subscription term includes the noncancelable period during which the College has right-to-use of the underlying IT assets. Subscription payments included in the measurement of the liability are composed of payments made before the commencement of the subscription term and capitalizable implementation costs.

SBITA assets are reported with other capital assets, and subscription liabilities are reported with long-term debt on the statement of net position.

**Leases** - Lessee: The College is a lessee for a noncancelable lease of equipment or property. The College recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. The College recognizes lease liabilities with an initial individual value of \$5 or more.

At the commencement of a lease, the College initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the College determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The College uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the College generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancelable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option prices that the College is reasonably certain to exercise.

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**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

The College monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets, and lease liabilities are reported with long-term debt on the statement of net position.

Lessor: The College is a lessor for a noncancelable lease of a building. The College recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements.

At the commencement of a lease, the College initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of the lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the College determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) the lease term, and (3) lease receipts.

- The College uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancelable period of the lease. Lease receipts included in the measurement of the lease receivable are composed of fixed payments from the lessee.

The College monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

**Deferred Outflow/Inflows of Resources** – In addition to assets, the statement of financial position includes a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The College has three items that qualify for reporting in this category. It is the deferred charge on refunding reported in the government-wide statement of net position and deferred amounts related to pension and OPEB. The deferred charge on refunding resulted from the difference between the carrying value of the refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred amounts related to pension and OPEB relate to differences between estimated and actual investment earnings, changes in actuarial assumptions, and other pension and OPEB-related changes.

In addition to liabilities, the statement of financial position includes a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. In the government-wide financial statements, the College reports deferred amounts related to leases and deferred amounts related to pension and OPEB.

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**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Other Postemployment Benefits (OPEB)** - The College is mandated to contribute to Retirement Health Insurance Accounts (RHIA) for eligible College employees who are members of the Oregon Public Employees Retirement System (OPERS) and were plan members before January 1, 2004. The plan was established by the Oregon Legislature.

For purposes of measuring the net OPEB asset, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Retiree Health Insurance Account (RHIA) and additions to/deductions from RHIA's fiduciary net position have been determined on the same basis as they are reported by the OPERS.

A health and welfare program the College provides for retirees is accounted for under a single-employer defined benefit plan for reporting Statement No. 75 *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions* (OPEB). The total OPEB liability, deferred outflows of resources, and deferred inflows of resources related to OPEB, and OPEB expense, have been determined by actuarial reports.

**Unearned Revenue** - Tuition and fees assessed prior to the end of the fiscal year that relate to the subsequent fiscal year are recorded as unearned revenue.

**Compensated Absences** - College policy permits employees to accumulate earned but unused vacation, holiday pay, and sick leave. Vacation and holiday pay are recognized as an expense and accrued when earned and included in accrued payroll and taxes on the statement of net position. Sick leave lapses at the termination of employment. Therefore, no liability is reported for unpaid accumulated sick leave.

**Pensions** - For purposes of measuring the net pension asset (liability), deferred outflows and inflows of resources related to pensions, and pension expense, the College uses the same basis as reported by the OPERS.

**Pre-SLGRP Pooled Liability** – The Pre-SLGRP Pooled Liability is the actuarially determined liability recorded in the statement of net position based on the College's entry into the OPERS State and Local Government Rate Pool. The transition liability is reduced each year by contributions to OPERS and increased for interest charged by OPERS.

**Bonds Payable** - Debt discounts and premiums are deferred and amortized over the life of the bonds using the straight-line method, which approximates the effective interest method.

**Net Position** - Net position represents the difference between the College's total assets and deferred outflows and total liabilities and deferred inflows. Net position is subdivided into three categories: net investment in capital assets, restricted, and unrestricted.

- Net investment in capital assets represents capital assets, net of accumulated depreciation/amortization and reduced by the outstanding principal of the capital asset-related debt. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are included in this component of net position.

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**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Net Position (Continued)**

- The restricted net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Assets are reported as restricted when constraints are placed on an asset use either by external parties or by law through a constitutional provision or enabling legislation. This category represents the net position of federal student financial aid programs and the net OPEB asset.
- Unrestricted net position is the net amount of the deferred outflows of resources, liabilities, and deferred inflows of resources that do not meet the definition of the two preceding categories.

When program expenses are incurred, and there is both restricted and unrestricted net position available to finance the program, the College's policy is first to apply restricted resources to such programs. The difference between the total net position and the two categories just described is the unrestricted net position.

**Operating and Nonoperating Revenues and Expenses** - Operating revenues and expenses generally result from providing services to students. Significant operating revenues include tuition and fees, grant revenues related to the delivery of educational services, and charges for services or the sale of educational materials. Operating expenses include the cost of faculty and support staff, materials and supplies, depreciation, and the cost of items purchased for resale. All other revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**Scholarship Allowances** - Financial aid to students is reported in the basic financial statements under the alternative method as prescribed by the National Association of College and University Business Officers (NACUBO). Certain aid, such as loans and funds provided to students as awarded by others, is accounted for as a third-party payment (credited to the student's account as if the student made the payment). All other aid is reflected in the basic financial statements as operating expenses, or scholarship allowances, which reduce revenues. The amount reported as operating expense represents the portion of aid that was provided to the student in the form of cash. Scholarship allowances represent the portion of aid provided to the student in the form of reduced tuition. Tuition and fees are shown net of scholarship allowances of \$5,465 for the year ended June 30, 2023. Under the alternative method, these amounts are computed on a College basis by allocating the cash payments to students, excluding payments for services, on the ratio of total aid to the aid not considered to be third-party aid.

**Budgetary Information** - In accordance with Oregon Revised Statutes, the College adopts annual budgets and makes appropriations on a fund basis, using the modified accrual basis of accounting. The resolution authorizing appropriations by the organizational unit sets the level by which expenditures cannot legally exceed appropriations. Transfers of appropriations may be made between legally authorized appropriations when authorized by Board resolution. Annual appropriations lapse on June 30.

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**NOTES TO BASIC FINANCIAL STATEMENTS**  
(In \$thousands)

**YEAR ENDED JUNE 30, 2023**

**CASH AND CASH EQUIVALENTS**

**Summary of Cash and Cash Equivalents**

	<u>June 30, 2023</u>
Cash on hand	\$ 33
Tax receipts with County Treasurer	71
Deposits with financial institutions	2,494
State of Oregon Treasurer's	
Local Government Investment Pool	<u>23,454</u>
	<u>\$ 26,052</u>
Comprised as Follows:	
Unrestricted	25,892
Restricted	<u>160</u>
Total	<u>\$ 26,052</u>

**Deposits with Financial Institutions** - The College's combined total bank balance on June 30, 2023, is \$3,213. Of these deposits, \$250 was covered by federal depository insurance. As required by Oregon Revised Statutes, deposits in excess of federal depository insurance were held at a qualified depository for public funds. All qualified depositories for public funds are included in the multiple financial institution collateral pool that is maintained by and in the name of the Office of the State Treasurer.

**Investments** - State of Oregon statutes restrict the types of investments in which the College may invest excess cash balances. Authorized investments include general obligations of the United States Government and its agencies, certain bonded obligations of Oregon municipalities, bank repurchase agreements, bankers' acceptances, and the State of Oregon Treasurer's Local Government Investment Pool. On June 30, 2023, and for the year then ended, the College complied with the aforementioned State of Oregon statutes.

The Oregon State Treasury administers the Local Government Investment Pool (LGIP). It is an open-ended no-load diversified portfolio offered to any agency, political subdivision, or public corporation of the State that by law is made the custodian of, or had control of, any fund. The LGIP is not rated. The LGIP is commingled with the State's short-term funds. To serve the local governments of Oregon best, the Oregon Legislature established the Oregon Short-Term Fund Board. The purpose of the Board is to advise the Oregon State Treasury on the management and investment options of the LGIP.

**Interest Rate Risk** - As a means to limit exposure to fair value loss arising from interest rates, the College's investment policy requires that at least 85% of the College's investments mature in less than one year. Investment maturity limitations and actual maturities for the College's investments are as follows:

<u>District Policy</u>	<u>Actual at June 30,</u>
Maturity less than	2023
Minimum Investment	
30 days	100 %
90 days	-
270 days	-
One year	-
18 months	-

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(In \$thousands)

**YEAR ENDED JUNE 30, 2023**

**CASH AND CASH EQUIVALENTS (continued)**

**Concentration of Credit Risk** - Concentration of credit risk is the risk of loss attributed to the magnitude of the College's investment in a single issuer. College policy permits 100% of the College's investments to be invested in the State of Oregon Treasurer's Local Government Investment Pool.

**Custodial Credit Risk** - Custodial credit risk is the risk that, in the event of failure of the counterparty to a transaction, the College will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. At June 30, 2023, the College does not have any investments exposed to custodial credit risk.

**RECEIVABLES**

Amounts other than leases receivable are aggregated into a single accounts receivable, net of allowance for doubtful accounts. Receivables consist of:

	<u>June 30, 2023</u>
	<u>Current</u>
	<u>assets</u>
Tuition	\$ 10,680
Grants	15,438
Auxiliary	96
Trade and other	160
Property taxes	398
Student loans	-
	<u>26,772</u>
Allowance for uncollectibles	<u>(3,008)</u>
	<u>\$ 23,764</u>

**LEASES**

**Lease receivable** - The College has three ground leases for cell towers, and three building leases with remaining terms ranging from two to forty-three years. The College recognized \$84 in lease principal payments and \$58 in interest revenue during the current fiscal year related to these leases. As of June 30, 2023, the College's receivable for these lease payments was \$2,235. Also, the College has a deferred inflow of resources associated with these leases that will be recognized as revenue over the lease term. As of June 30, 2023, the balance of the deferred inflow of resources was \$2,116.



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**YEAR ENDED JUNE 30, 2023**

**LEASES (Continued)**

Fiscal Year	Principal	Interest	Total
2024	\$ 90	\$ 57	\$ 147
2025	90	57	147
2026	79	56	135
2027	79	55	134
2028	31	54	85
2029-2033	216	262	479
2034-2038	347	237	584
2039-2043	287	171	458
2044-2048	205	137	342
2049-2053	296	101	397
2054-2058	192	63	255
2059-2063	216	35	251
2064-2065	107	4	111
Total	<u>\$ 2,235</u>	<u>\$ 1,289</u>	<u>\$ 3,525</u>

**Lease payable** – The College has twenty operating leases for buildings and printers. As of June 30, 2023, the value of the lease liability was \$7,673. The College is required to make annual principal and interest payments of \$807. The leases have interest rates ranging from 0.29% to 2.94%. The value of the right-to-use asset as of the end of the current fiscal year was \$7,280 net of accumulated amortization of \$1,518.

The future principal and interest lease payments as of June 30, 2023, were as follows:

Fiscal Year	Principal	Interest	Total
2024	\$ 615	\$ 174	\$ 789
2025	568	164	732
2026	580	155	735
2027	599	144	743
2028	428	135	563
2029-2033	1,675	553	2,228
2034-2038	1,055	382	1,437
2039-2043	1,009	245	1,254
2044-2048	1,144	71	1,215
	<u>\$ 7,673</u>	<u>\$ 2,023</u>	<u>\$ 9,696</u>

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(In \$thousands)

**YEAR ENDED JUNE 30, 2023**

**SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS (SBITAS)**

**Subscription payable** – The College has nine subscription-based information technology arrangements that qualify as SBITAs under GASB 96. An initial subscription liability was recorded in the amount of \$2,342 during the current fiscal year. As of June 30, 2023, the value of the subscription liability was \$1,914. The subscriptions have interest rates ranging from 2.91% to 3.25%. The value of the right-to-use asset as of the end of the current fiscal year was \$2,212 net of accumulated amortization of \$792.

The future principal and interest SBITA payments as of June 30, 2023, were as follows:

Fiscal Year	Principal	Interest	Total
2024	\$ 664	\$ 63	\$ 727
2025	517	41	558
2026	351	24	375
2027	382	13	394
	<u>\$ 1,914</u>	<u>\$ 141</u>	<u>\$ 2,055</u>

**CAPITAL ASSETS**

Changes in capital assets for the year ended June 30, 2023, are:

	June 30, 2022*	Additions	Transfers/ Deletions	June 30, 2023
Capital assets not being depreciated:				
Land	\$ 1,456	\$ -	\$ -	\$ 1,456
Art collection	214	-	-	214
Construction in progress	876	6,672	(2,257)	5,291
Total capital assets not being depreciated	<u>2,546</u>	<u>6,672</u>	<u>(2,257)</u>	<u>6,961</u>
Capital assets being depreciated:				
Buildings and improvements	87,425	2,257	(265)	89,417
Equipment and furnishings	19,177	502	(213)	19,466
Subscriptions	1,219	1,785	-	3,004
Right to use lease buildings	6,872	1,600	-	8,472
Right to use lease equipment	400	326	(400)	326
Total capital assets being depreciated	<u>115,093</u>	<u>6,470</u>	<u>(878)</u>	<u>120,685</u>
Less accumulated depreciation:				
Buildings and improvements	(43,225)	(1,767)	109	(44,883)
Equipment and furnishings	(18,251)	(405)	212	(18,444)
Subscriptions	-	(792)	-	(792)
Right to use lease buildings	(690)	(763)	-	(1,453)
Right to use lease equipment	(80)	(72)	87	(65)
Total accumulated depreciation	<u>(62,246)</u>	<u>(3,799)</u>	<u>408</u>	<u>(65,637)</u>
Capital assets being depreciated, net	<u>52,847</u>	<u>2,671</u>	<u>(470)</u>	<u>55,048</u>
Total capital assets, net	<u>\$ 55,393</u>	<u>\$ 9,343</u>	<u>\$ (2,727)</u>	<u>\$ 62,009</u>

\*Includes subscriptions at the beginning of the year

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**YEAR ENDED JUNE 30, 2023**

**PRE-STATE AND LOCAL GOVERNMENT RATE POOL (SLGRP) LIABILITY**

This amount is the difference between the total unfunded actuarial liability (UAL) and the UAL attributable to the SLGRP for the employers that have joined the rate pool. The liability that existed prior to the College joining the rate pool is the sole responsibility of the College and is separate from the PERS net pension liability amount. At June 30, 2023, the College reported a liability of \$2,572 for its proportionate share of the pre-SLGRP liability. Annual debt service to maturity is based on the assumed interest rate, currently 6.9%, and the rate charged by OPERS, which was 1.52% of covered payroll for the year ending June 30, 2023, and will be 1.33% for the year ending June 30, 2024.

**BONDS PAYABLE**

State statutes limit the amount of general obligation debt the College may issue to 1.5% of the Real Market Value of properties within the College. The current legal debt limit is approximately \$932 million, which is significantly higher than the College's outstanding general obligation debt.

Transactions for the year ended June 30, 2023, are as follows:

<u>Debt</u>	<u>Original Amount</u>	<u>Outstanding 6/30/2022*</u>	<u>Increase</u>	<u>Decrease</u>	<u>Outstanding June 30, 2023</u>	<u>Due within one year</u>
Full faith and credit obligation series 2013	\$ 4,255	\$ 2,715	\$ -	\$ (200)	\$ 2,515	\$ 205
Full faith and credit obligation series 2016	19,440	13,530	-	(1,525)	12,005	1,630
Limited tax pension bond series 2003	50,597	27,793	-	(1,328)	26,465	4,890
series 2021	58,895	57,375	-	(1,925)	55,450	1,995
Subscription payables		941	1,401	(428)	1,914	664
Lease payables						
Buildings		6,332	1,600	(522)	7,410	550
Equipment		322	326	(385)	263	65
Net prior to premiums, discounts and adjustments		109,008	3,327	(6,313)	106,022	9,999
Deferred interest	-	2,997	-	(2,997)	-	-
Plus: Bond issuance premiums	4,210	2,395	-	(292)	2,103	-
Less: Bond issuance discounts	(147)	(35)	-	6	(29)	-
Premiums, discounts and adjustment		5,357	-	(3,283)	2,074	-
	<u>\$</u>	<u>\$ 114,365</u>	<u>\$ -</u>	<u>\$ (9,596)</u>	<u>\$ 108,096</u>	<u>\$ 9,999</u>

\*Includes subscription payables at the beginning of the year.

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**YEAR ENDED JUNE 30, 2023**

**BONDS PAYABLE (Continued)**

Future maturities of principal and interest as of June 30, 2023 (excluding leases and subscriptions):

Year ending June 30,	Total		Full Faith and Credit Obligations		Limited Tax Pension Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
2024	\$ 8,720	\$ 3,395	\$ 1,835	\$ 682	\$ 6,885	\$ 2,713
2025	9,485	3,016	1,895	592	7,590	2,424
2026	10,370	2,595	2,020	500	8,350	2,095
2027	11,325	2,134	2,150	411	9,175	1,723
2028	8,050	1,616	2,295	306	5,755	1,310
2029-2033	19,705	5,331	4,325	392	15,380	4,939
2034-2038	21,055	2,971	-	-	21,055	2,971
2039-2040	7,725	305	-	-	7,725	305
Subtotals	<u>\$ 96,435</u>	<u>\$ 21,363</u>	<u>\$ 14,520</u>	<u>\$ 2,883</u>	<u>\$ 81,915</u>	<u>\$ 18,480</u>

The full faith and credit obligations are direct obligations backed by the full faith and credit of the College. The College has issued full faith and credit obligations to provide for the acquisition, construction, and improvement of College facilities. Interest rates range from 2.00% to 5.00% in accordance with the terms stated at issuance.

On April 23, 2003, the College participated with six community college districts in a pooled issuance of limited tax pension obligation bonds to finance the College's estimated Oregon Public Employees Retirement System (PERS) unfunded actuarial liability. The College issued \$50,597 in debt as part of a pooled issuance of \$153,582. The \$50,597 of debt includes \$24,132 Series 2003A deferred interest bonds and \$26,465 Series 2003B current interest bonds. Interest on the deferred interest bonds is accreted semiannually at yields ranging from 1.40% to 6.25%. Interest on the current coupon bonds is payable semiannually at rates ranging from 5.60% to 5.68%. Except for the payment of its pension bond payments and additional charges when due, each community college district has no obligation or liability to any other participating district's pension bonds or liability to Oregon PERS.

Bond proceeds were paid to the Oregon Public Employees Retirement System. An intercept agreement with the State of Oregon was required as a condition of issuance; therefore, a portion of the Community College Support Fund support is withheld on August 15, October 15, and January 15 to repay debt. Funds are accumulated and invested by a trust officer, and the annual principal payments are made each June 30, and interest payments are made each June 30 and December 30, beginning December 2003 and ending June 2028. The College recorded the amount deposited with PERS as a prepayment of its unfunded actuarial liability and accounts for the payment of principal and interest as pension expense annually. The prepayment is amortized over the life of the bonds based on the straight-line method. The College anticipates the total cost of financing the College's unfunded actuarial liability in this manner will result in significant savings to the College when compared to paying for such costs as additional contribution rates to PERS.

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**YEAR ENDED JUNE 30, 2023**

**BONDS PAYABLE (Continued)**

On August 31, 2021, the College participated with five community college districts in a pooled issuance of taxable pension obligation bonds to finance the College's estimated Oregon Public Employees Retirement System (PERS) unfunded actuarial liability. The College issued \$58,895, and the total amount issued for all participating districts was \$213,950. Interest on the current coupon bonds is payable semiannually at rates ranging from 0.199% to 2.573%. Except for the payment of its pension bond payments and additional charges when due, each community college district has no obligation or liability to any other participating district's pension bonds or liability to Oregon PERS.

Bond proceeds were paid to the Oregon Public Employees Retirement System. An intercept agreement with the State of Oregon was required as a condition of issuance; therefore, a portion of the Community College Support Fund support is withheld on August 15, October 15, and January 15 to repay debt. Funds are accumulated and invested by a trust officer, and the annual principal payments are made each June 30, and interest payments are made each June 30 and December 30, beginning December 2021 and ending June 2040. The College recorded the amount deposited with PERS as a prepayment of its unfunded actuarial liability and accounts for the payment of principal and interest as pension expense annually. The prepayment is amortized over the life of the bonds based on the straight-line method. The College anticipates the total cost of financing the College's unfunded actuarial liability in this manner will result in significant savings to the College when compared to paying for such costs as additional contribution rates to PERS.

**PENSION PLANS**

**Oregon Public Employees Retirement System**

**Plan Description** - Employees of the College are provided with two cost-sharing multiple employer pension plans through the Oregon Public Employees Retirement System (OPERS). The Oregon Public Employees Retirement Fund (OPERF) applies to the College's contribution for qualifying employees who were hired before August 29, 2003, and is a defined benefit pension plan. The Oregon Public Service Retirement Plan (OPSRP) is a hybrid successor plan to the OPERF and consists of two programs: The Pension Program and the Individual Account Program. The Pension Program is a defined benefit portion of the plan that applies to qualifying College employees hired after August 29, 2003. Benefits are calculated by a formula for members who attain normal retirement age. The formula takes into account the final average salary and years of service. The Individual Account Program (IAP) is the defined contribution portion of the plan. Beginning January 1, 2004, all PERS member contributions go into the IAP. PERS members retain their existing PERS accounts, but any future member contributions are deposited into the member's IAP, not the member's PERS account. The Oregon Legislature has delegated authority to the Public Employees Retirement Board to administer and manage the system.

All benefits of the system are established by the legislature pursuant to ORS - Chapters 238 and 238A. OPERS issues a publicly available Comprehensive Annual Financial Report and Actuarial Valuation that can be obtained at: [http://www.oregon.gov/pers/Pages/section/financial\\_reports/financials.aspx](http://www.oregon.gov/pers/Pages/section/financial_reports/financials.aspx).

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**PENSION PLANS (Continued)**

**Benefits Provided**

**Tier One/Tier Two Retirement Benefit ORS Chapter 238**

**Pension Benefits** - The PERS retirement allowance is payable monthly for life. It may be selected from 13 retirement benefit options. These options include survivorship benefits and lump-sum refunds. The basic benefit is based on years of service and the final average salary. A percentage (2.0% for police and fire employees, 1.67% for general service employees) is multiplied by the number of years of service and the final average salary. Benefits may also be calculated under either a formula plus annuity (for members who were contributing before August 21, 1981) or a money match computation if a greater benefit results.

A member is considered vested and will be eligible at minimum retirement age for a service retirement allowance if they have had a contribution in each of five calendar years or have reached at least 50 years of age before ceasing employment with a participating employer. Tier One general service employee benefits are reduced if retirement occurs prior to age 58 with fewer than 30 years of service. Tier Two members are eligible for full benefits at age 60. The ORS Chapter 238 Defined Benefit Pension Plan is closed to new members hired on or after August 29, 2003.

**Death Benefits** - Upon the death of a non-retired member, the beneficiary receives a lump-sum refund of the member's account balance (accumulated contributions and interest). In addition, the beneficiary will receive a lump-sum payment from employer funds equal to the account balance, provided one or more of the following conditions are met:

- the member was employed by a PERS employer at the time of death,
- the member died within 120 days after the termination of PERS-covered employment,
- the member died as a result of an injury sustained while employed in a PERS-covered job, or
- the member was on an official leave of absence from a PERS-covered job at the time of death.

**Disability Benefits** - A member with ten or more years of creditable service who becomes disabled from other than duty-connected causes may receive a non-duty disability benefit. A disability resulting from a job-incurred injury or illness qualifies a member (including PERS judge members) for disability benefits regardless of the length of PERS-covered service. Upon qualifying for either a non-duty or duty disability, the service time is computed to age 58 when determining the monthly benefit.

**Benefit Changes** - After retirement, members may choose to continue participation in a variable equities investment account after retiring and may experience annual benefit fluctuations due to changes in the fair value of equity investments. Under ORS 238.360, monthly benefits are adjusted annually through cost-of-living adjustment (COLA) changes. Under current law, the cap on the COLA in the fiscal year 2015 and beyond will vary based on 1.25% on the first \$60 of annual benefits and 0.15% on annual benefits above \$60.

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**PENSION PLANS (Continued)**

**OPSRP Pension Program (OPSRP DB)**

**Pension Benefits** - The Pension Program (ORS Chapter 238A) provides benefits to members hired on or after August 29, 2003. This portion of OPSRP provides a life pension funded by employer contributions. Benefits are calculated with the following formula for members who attain normal retirement age:

General Service: 1.5% is multiplied by the number of years of service and the final average salary. The normal retirement age for general service members is age 65 or age 58, with 30 years of retirement credit.

A member of the OPSRP Pension Program becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, and, if the pension program is terminated, the date on which termination becomes effective.

**Death Benefits** - Upon the death of a non-retired member, the spouse or other person who is constitutionally required to be treated in the same manner as the spouse receives for life 50% of the pension that would otherwise have been paid to the deceased member.

**Disability Benefits** - A member who has accrued ten or more years of retirement credits before the member becomes disabled or a member who becomes disabled due to job-related injury shall receive a disability benefit of 45% of the member's salary determined as of the last full month of employment before the disability occurred.

**Benefit Changes after Retirement** - Under ORS 238A.210, monthly benefits are adjusted annually through cost-of-living changes. Under current law, the cap on the COLA in the fiscal year 2015 and beyond will vary based on 1.25% on the first \$60 of annual benefits and 0.15% on annual benefits above \$60.

**Net Pension Liability, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions** - At June 30, 2023, the College reported a liability of \$23,933 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020. The College's proportion of the net pension liability was based on a projection of the College's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At fiscal year-end June 30, 2023, the College's proportion was 0.15630447%, which was less than its proportion measured as of fiscal year June 30, 2022, of 0.31090797%

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**PENSION PLANS (Continued)**

**Net Pension Liability, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

For the year ended June 30, 2023, the College recognized pension expense of \$8,006. At June 30, 2023, the College reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>		<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 1,162		\$ (149)
Changes in assumptions	3,755		(34)
Net difference between projected and actual earnings on pension plan investments	-		(4,279)
Changes in District's proportionate share	3,647		(21,176)
Differences between District contributions and proportionate share of system contributions	43,146		(5,274)
Total (prior to post-MD contributions)	51,710	-	(30,912)
Contributions subsequent to the MD	-		-
Net Deferred Outflow/(inflow) of Resources	<u>\$ 51,710</u>		<u>\$ (30,912)</u>

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	<u>Year ending June 30</u>	<u>Total</u>
2024	\$ 4,406	
2025	4,353	
2026	2,794	
2027	6,751	
2028	2,494	
Total	<u>\$ 20,798</u>	



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**PENSION PLANS (Continued)**

**Contributions** - The PERS funding policy provides for monthly employer contributions at actuarially determined rates. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. This funding policy applies to the PERS Defined Benefit Plan and the Other Postemployment Benefit Plan. Employer contribution rates during the period were based on the December 31, 2019, actuarial valuation.

Each biennium, PERS sets employer rates, based on a percentage of payroll. The rates effective July 1, 2021, were 12.41% for Tier One/Tier Two General Service Members and 8.72% for OPSRP Pension Program General Service Members, net of a 15.03% rate reduction related to the College's side accounts and a 2.45% rate reduction related to the member redirect offset to an Employee Pension Stability Account (ESPA), included in accrued liabilities at June 30, 2023, is approximately \$177 for related contributions to the plan. Employer contributions for the year ended June 30, 2023, were approximately \$0. A new side account was created in August 2021, resulting in an additional 8.61% rate offset effective September 1, 2021. Revised rates are 3.75% for Tier One/Tier Two General Service Members, and 0.11% for OPSRP Pension Program General Service Members.

**Actuarial methods and assumptions**

Valuation date	December 31, 2020
Measurement date	June 30, 2022
Experience study report	2020, published July 20, 2021
Actuarial cost method	Entry age normal
Actuarial assumptions:	
Inflation rate	2.40%
Long-term expected rate of return	6.90%
Discount rate	6.90%
Projected salary increases	3.40%
Cost of living adjustments	Blend of 2.00% COLA and graded COLA (1.25%/0.15%) in accordance with the <i>Moro</i> decision; blend based on service.
Mortality	<i>Healthy retirees and beneficiaries:</i> Pub-2010 Healthy Retiree, sex-distinct, generational with Unisex, Social Security Date Scale, with job category adjustments and set-backs as described in the valuation. <i>Active members:</i> Pub-2010 Employee, sex-distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. <i>Disabled retirees:</i> Pub-2010 Disable Retiree, sex-distinct, generational with Unisex, Social Security Data Scale with job category adjustments and set-backs as described in the valuation.

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**PENSION PLANS (Continued)**

**Actuarial methods and assumptions (Continued)**

Actuarial valuations of an ongoing plan involve estimates of the value of projected benefits and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations, and new estimates are made about the future. Experience studies are performed as of December 31 of even-numbered years. The methods and assumptions shown in the preceding table are based on the 2020 Experience Study, which reviewed experience for the four years that ended on December 31, 2020.

**Discount rate** - The discount rate used to measure the total pension liability of the Plan was 6.90 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Long-term expected rate of return** - To develop an analytical basis for the selection of the long-term expected rate of return assumption, in June 2021, the PERS Board reviewed long-term assumptions developed by both Milliman's capital market assumptions team and the Oregon Investment Council's (OIC) investment advisors. The PERS board decreased the expected rate of return from 7.2% to 6.9%. This change is expected to increase employer contribution rates beginning in July 2023. Each asset class assumption is based on a consistent set of underlying assumptions and includes adjustments for the inflation assumption. These assumptions are not based on historical returns but instead are based on a forward-looking capital market economic model. For more information on the Plan's portfolio, assumed asset allocation, and the long-term expected rate of return for each major asset class, calculated using both arithmetic and geometric means, see PERS' audited financial statements at: <https://www.oregon.gov/pers/Documents/Financials/CAFR/2022-Annual-Comprehensive-Financial-Report.pdf>

**Sensitivity of the College's proportionate share of the net pension liability to changes in the discount rate** - The following presents the College's proportionate share of the net pension liability calculated using the discount rate of 6.90 percent, as well as what the College's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.90 percent) or 1-percentage-point higher (7.90 percent) than the current rate:

	<u>1% Decrease (5.90%)</u>	<u>Discount Rate (6.90%)</u>	<u>1% Increase (7.90%)</u>
College's proportionate share of the net pension liability	\$ 42,444	\$ 23,934	\$ 8,441

**Pension plan fiduciary net position** - Detailed information about the pension plan's fiduciary net position is available in the separately issued OPERS financial report that can be obtained at [https://www.oregon.gov/das/Financial/Actng/Documents/2022\\_Annual\\_Report.pdf](https://www.oregon.gov/das/Financial/Actng/Documents/2022_Annual_Report.pdf)

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**PENSION PLANS (Continued)**

**OPSRP Individual Account Program (OPSRP IAP)**

**Plan Description** – Employees of the College are provided with pensions through OPERS. All the benefits of OPERS are established by the Oregon legislature pursuant to Oregon Revised Statute (ORS) Chapters 238 and 238A. Chapter 238 Defined Benefit Pension Plan is closed to new members hired on or after August 29, 2003. Chapter 238A created the Oregon Public Service Retirement Plan (OPSRP), which consists of the Defined Benefit Pension Program and the Individual Account Program (IAP). Membership includes public employees hired on or after August 29, 2003. PERS members retain their existing defined benefit plan accounts, but member contributions are deposited into the member's IAP account. OPSRP is part of OPERS and is administered by the OPERS Board.

**Pension Benefits** - Participants in OPERS defined benefit pension plans also participate in their defined contribution plan. An IAP member becomes vested on the date the employee account is established or on the date the rollover account was established. If the employer makes optional employer contributions for a member, the member becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, the date the IAP is terminated, the date the active member becomes disabled, or the date the active member dies.

Upon retirement, a member of the OPSRP IAP may receive the amounts in their employee account, rollover account, and vested employer account as a lump-sum payment or in equal installments over a 5-, 10-, 15-, 20-year period or an anticipated life span option. Each distribution option has a \$200 minimum distribution limit.

**Death Benefits** - Upon the death of a non-retired member, the beneficiary receives in a lump sum the member's account balance, rollover account balance, and vested employer optional contribution account balance. If a retired member dies before the installment payments are completed, the beneficiary may receive the remaining installment payments or choose a lump-sum payment.

**Contributions** – The College contributes the six percent employee contribution required by the Oregon statutes governing PERS and OPSRP. When the PERS system is less than 90 percent funded, 2.5 percent for Tier 1/Tier 2 and 0.75 percent for OPSRP is redirected into an ESPA for employees, over the statutory salary threshold (\$3.6 per month as of January 1, 2023). For the year ended June 30, 2023, the College contributed approximately \$2,798 with approximately \$446 redirected to the ESPA. Included in accrued liabilities at June 30, 2023, is approximately \$573 for contributions owed to the plan.

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**NOTES TO BASIC FINANCIAL STATEMENTS**  
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**OTHER POST-EMPLOYMENT BENEFITS (OPEB)**

	<b><u>District Plan</u></b>	<b><u>RHIA</u></b>	<b><u>Total</u></b>
Total OPEB Liability	\$ 11,751	\$ -	\$ 11,751
Net OPEB Asset	-	770	770
Deferred Outflows of Resources	1,207	436	1,643
Deferred Inflows of Resources	4,438	105	4,543
OPEB Expense (Benefits)	752	122	874

**College Plan**

**Plan Description** - The College maintains a single employer-defined benefit other post-employment benefits program for its employees. The College provides continuation of medical, dental, vision, and/or life insurance coverage to its retirees who were offered coverage as an employee. OPEB obligations include explicit and implicit subsidy liabilities. Explicit subsidy liabilities are created when the College provides a direct (explicit) subsidy toward the cost of retiree healthcare coverage. Implicit subsidy liabilities are created when the College provides medical, dental, vision, and life insurance coverage to retirees in plans offered through the Oregon Educators Benefit Board. For medical coverage, the claims experience of active employees and pre-Medicare retirees are co-mingled in setting the monthly premiums, and the expectation is that retiree medical claims will exceed retiree premiums.

Implicit subsidy medical liability is determined as the difference between projected retiree medical claim costs by age and premiums expected to be charged for retirees. The program is available for employees who are at least 55 years of age or have 30 or more years of PERS services, regardless of age. Subsidies towards premiums are established under separate collective bargaining agreements and employee handbooks. Full-time faculty, staff, and administrative personnel are eligible for a subsidy with at least ten years of continuous service with the College.

The program generally provides the employee with payment of group medical and dental insurance premiums from retirement date until age 65. The College does not issue a separate publicly available financial report for the early retirement program.

**Funding Policy** - The benefits from this program are fully paid for by the College. Employee contributions may be required, depending on retirement date and employee group. There is no obligation on the part of the College to fund these benefits in advance. The College covers this obligation through annual appropriations on a pay-as-you-go basis. For the years ended June 30, 2023, 2022, and 2021, the College paid premiums under the plan of \$381, \$493, and \$519, respectively.

**Employees Covered by Benefit Terms** - For the purpose of calculating the total OPEB liability, the June 30, 2021 actuarial valuation includes 587 active employees, 47 inactive employees receiving benefits, and 3 inactive employees entitled to but not receiving benefits.

**Annual OPEB Cost** - The College's "plan" is not a stand-alone plan and therefore does not issue its own financial statements. For reporting purposes, the plan is considered a single-employer defined benefit plan. No assets are accumulated in a trust that meets the criteria of paragraph 4 of Statement 75.

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**OTHER POST-EMPLOYMENT BENEFITS (OPEB) (Continued)**

**College Plan (Continued)**

**Actuarial Methods and Assumptions**

The College's total OPEB liability at the June 30, 2022, measurement date was determined using the following actuarial assumptions and other inputs:

Municipal Bond Index	S&P General Obligation 20-Year High Grade Municipal Bond Index
Discount Rates	4.09% for all plan liabilities as of June 30, 2022 2.18% for all plan liabilities as of June 30, 2021
General Inflation Rate	2.5% per year
Salary Increase	3.0% per year. Since benefits do not depend on salary, this is used to allocate the cost of benefits between service years.
Healthcare Trend	Medical plan premiums and claims costs by age are assumed to increase once each year. The increases over the prior year's levels are assumed to be effective on the dates shown below.

Effective October 1	Premium Increase	Effective October 1	Premium Increase
2022	Actual	2044-2049	4.7%
2023	3.4%	2050-2059	4.6%
2024	3.4%	2060-2066	4.5%
2025	4.4%	2067-2068	4.4%
2026-2027	4.3%	2069-2070	4.3%
2028-2029	4.3%	2071	4.2%
2030-2038	5.0%	2072-2073	4.1%
2039	4.9%	2074-2075	4.0%
2040-2043	4.8%	2076 & later	3.9%

The healthcare trend shown above was developed using the Getzen Model 2022\_b published by the Society of Actuaries using the following settings: CPI 2.5%; Real GDP Growth 1.4%; Excess Medical Growth 1.0%; Expected Health Share of GDP in 2030 20.3%; Resistance Point 20%; Year after which medical growth is limited to growth in GDP 2075.

We assume dental premiums increase by 3.0% and vision premiums increase by 2.5% annually.

**Increases in Benefit Caps** We assumed 5% annual increases on maximum monthly subsidies for Classified employees retiring after January 14, 2011, and for OSEA employees retiring after June 30, 2016. Benefit caps (if any) for all other groups are assumed to increase in accordance with the healthcare trend increases shown above.

**Medicare Eligibility** Absent contrary data, all individuals are assumed to be eligible for Medicare Parts A and B at age 65.

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**Other Post-Employment Benefits (OPEB) (Continued)**

**College Plan (Continued)**

**Actuarial Methods and Assumptions (Continued)**

Participation Rates and  
Plan Elections

*Active employees:*

- (a) If currently covered by a College provided healthcare plan, 100% are assumed to continue their current plan election in retirement.
- (b) If not currently covered through the College, 50% are assumed to elect coverage in retirement and elect the Kaiser Plan 1 in retirement.
- (c) Faculty Association employees with Employee Only coverage currently are assumed to elect Employee Only coverage in retirement; Faculty Association employees with other than Employee Only coverage currently are assumed to elect Two-Party coverage in retirement.
- (d) Only retirees eligible for a subsidy are assumed to elect medical coverage in retirement.

*Retired participants:* Existing medical plan elections are assumed to be maintained until the earlier of the retiree's death or eligibility for Medicare coverage.

Spouse/Dependent Coverage

*Currently active participants:* 50% are assumed to cover their spouse or one dependent child in retirement. Husbands are assumed to be 3 years older than their wives.

*Retired participants:* Existing elections for spouse coverage are assumed to continue until the earlier of (a) the spouse's eligibility for Medicare, (b) the spouse's death. Actual spouse ages are used, where known; in not, husbands are assumed to be 3 years older than their wives.

**Demographic Assumptions**

*The demographic actuarial assumptions used in this valuation are based on the December 31, 2020, report of the Oregon Public Employees Retirement System, except for the basis used to project future mortality improvements.*

Mortality Improvement

MacLeod Watts Scale 2022 applied generationally from 2010 (see Appendix 3)

For sample rates of assumed mortality, service and disability retirement and separation (termination) prior to retirement at selected ages, please refer to our June 30, 2021, valuation report and/or the Oregon PERS actuarial report referenced above.

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**OTHER POST-EMPLOYMENT BENEFITS (OPEB) (Continued)**

**College Plan (Continued)**

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB** - At June 30, 2023, the College reported a liability of \$11,751 for the total OPEB liability (TOL). The expense that is recorded on the Statement of Revenues, Expenses, and Changes in Net Position is equal to the change in the TOL, plus or minus changes in deferred outflows or inflows, plus employer contributions.

For the year ended June 30, 2023, the College recognized OPEB expense of \$752. At June 30, 2023, the College reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 484	\$ (890)
Changes in assumptions	102	(3,548)
Subtotal	<u>586</u>	<u>(4,438)</u>
Contributions subsequent to the MD	621	-
Net Deferred Outflow/(Inflow) of Resources	<u>\$ 1,207</u>	<u>\$ (4,438)</u>

Deferred outflows of resources related to OPEB resulting from College contributions subsequent to the measurement date of \$621 will be recognized as a reduction of the total OPEB liability in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	<u>Year ending June 30</u>	<u>Total</u>
2024	\$ (511)	
2025	(511)	
2026	(511)	
2027	(479)	
2028	(439)	
Thereafter	<u>(1,401)</u>	
Total	<u>\$ (3,852)</u>	

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**OTHER POST-EMPLOYMENT BENEFITS (OPEB) (Continued)**

**College Plan (Continued)**

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)**

Fiscal Year Ending	6/30/2023
Service Cost	\$ 965
Interest	298
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes of assumptions	(1,848)
Benefit payments	(755)
Net change in total OPEB liability	(1,340)
Total OPEB liability-beginning	13,091
Total OPEB liability-ending	<u>\$ 11,751</u>

**Sensitivity of the College's Total OPEB Liability to Changes in the Discount Rate** The following presents the College's total OPEB liability calculated using the discount rate of 4.09 percent, as well as what the College's proportionate share of the total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.09 percent) or 1-percentage-point higher (5.09 percent) than the current rate:

	<u>1% Decrease (3.09%)</u>	<u>Discount Rate (4.09%)</u>	<u>1% Increase (5.09%)</u>
College's total OPEB liability	\$ 12,692	\$ 11,751	\$ 10,865

**Sensitivity of the College's Changes in the Healthcare Cost Trend Rates** - The following presents the College's liability if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	<u>1% Decrease</u>	<u>Healthcare Rate</u>	<u>1% Increase</u>
College's total OPEB liability	\$ 10,486	\$ 11,751	\$ 13,244



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**OTHER POST-EMPLOYMENT BENEFITS (OPEB) (Continued)**

**Retirement Health Insurance Account**

**Plan Description** - As a member of PERS, the College makes contributions to the Retirement Health Insurance Account (RHIA) for each of its eligible employees. RHIA is a cost-sharing multiple-employer defined benefit other post-employment benefit plan administered by PERS. RHIA pays a monthly contribution toward the cost of Medicare companion health insurance premiums of eligible retirees. Oregon Revised Statutes (ORS) 238.420 established this trust fund. The Oregon legislature has the ability to establish and amend the benefit provisions of the RHIA. The plan is closed to new entrants after January 1, 2004. PERS issues a publicly available financial report that includes financial statements and required supplementary information, which may be obtained by writing to Public Employees Retirement System, P.O. Box 23700, Tigard, Oregon, 97281-3700, or by calling 1-888-320-7377.

Because RHIA was created by enabling legislation (ORS 238.420), contribution requirements of the plan members and the participating employers were established and may be amended only by the Oregon Legislature.

**Funding Policy** - ORS requires that an amount equal to \$60 or the total monthly cost of Medicare companion health insurance premium coverage, whichever is less, shall be paid from the RHIA established by the employer, and any monthly cost in excess of \$60 shall be paid by the eligible retired member in the manner provided in ORS 238.410. To be eligible to receive this monthly payment, the member must 1) have eight years or more of qualifying service in PERS at the time of retirement or receive a disability allowance as if the member has eight years or more of creditable service in PERS, 2) receive both Medicare Parts A and B coverage, and 3) enroll in a PERS sponsored health plan. A surviving spouse or dependent of a deceased PERS retiree who was eligible to receive the subsidy is eligible to receive the benefit if he or she is receiving a retirement benefit or allowance from PERS or was insured at the time the member died and the member retired before May 1, 1991.

**Contributions** - The PERS funding policy provides for monthly employer contributions at an actuarially determined rate. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. Employer contribution rates during the period were based on the December 31, 2020, actuarial valuation. Employer contributions for the year ended June 30, 2023, were \$6. The rates in effect for the fiscal year ended June 30, 2023, were 0.05% for Tier One/Tier Two General Service Members and 0.00% for OPSRP Pension Program General Service Members. Employees are not required to contribute to the RHIA Program.

**Net OPEB Asset, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB** - At June 30, 2023, the College reported an asset of \$770 for its proportionate share of the net OPEB asset. The net OPEB asset was measured as of June 30, 2022, and the total OPEB asset used to calculate the net OPEB asset was determined by an actuarial valuation as of December 31, 2020. The College's proportion of the net OPEB asset was based on a projection of the College's long-term share of contributions to the OPEB plan relative to the projected contributions of all participating entities, actuarially determined. At fiscal year-end June 30, 2023, and 2022, the College's proportion was 0.21675273%, and 0.41051663% respectively.

For the year ended June 30, 2023, the College recognized the OPEB expense of \$122. At June 30, 2023, the College reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**NOTES TO BASIC FINANCIAL STATEMENTS**  
(In \$thousands)

**YEAR ENDED JUNE 30, 2023**

**OTHER POST-EMPLOYMENT BENEFITS (OPEB) (Continued)**

**Retirement Health Insurance Account (Continued)**

**Net OPEB Asset, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)**

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ (21)
Changes in assumptions	6	(25)
Net difference between projected and actual earnings on OPEB investments	-	(59)
Changes in College's proportionate share	424	-
Subtotal	<u>430</u>	<u>(105)</u>
District contributions subsequent to the measurement date	6	-
Total	<u>\$ 436</u>	<u>\$ (105)</u>

Deferred outflows of resources related to RHIA resulting from College contributions subsequent to the measurement date of \$6 will be recognized as an increase in the net OPEB asset in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in pension expense as follows:

	<u>Year ending June 30</u>	<u>Total</u>
2024	\$	281
2025		62
2026		(37)
2027		19
Total	\$	<u>325</u>

**Actuarial Methods and Assumptions** - Actuarial valuations of an ongoing plan involve estimates of the value of projected benefits and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations, and new estimates are made about the future. Experience studies are performed as of December 31 of even-numbered years. The methods and assumptions shown below are based on the 2020 Experience Study, which reviewed experience for the four years ending on December 31, 2020.

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**NOTES TO BASIC FINANCIAL STATEMENTS**  
(In \$thousands)

**YEAR ENDED JUNE 30, 2023**

**OTHER POST-EMPLOYMENT BENEFITS (OPEB) (Continued)**

**Retirement Health Insurance Account (Continued)**

**Net OPEB Asset, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)**

**Actuarial Methods and Assumptions (Continued)**

Valuation date	December 31, 2020
Measurement date	June 30, 2022
Experience Study	2020, published July 20, 2021
Actuarial Assumptions:	
Actuarial cost method	Entry Age Normal
Inflation rate	2.40%
Long-term expected rate of return	6.90%
Discount Rate	6.90%
Projected salary increases	3.40%
Retiree healthcare participation	Healthy retirees: 27.5%; Disabled retirees: 15%
Healthcare cost trend rate	Not Applicable
Mortality Rates	Healthy retirees and beneficiaries: Pub-2010 Healthy Retiree, sex-distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.  Active members: Pub-2010 Employee, sex-distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.  Disabled retirees: Pub-2010 Disabled Retiree, sex-distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.

**Long-term Expected Rate of Return** - Oregon Revised Statute (ORS) 293.706 established the Oregon Investment Council (OIC), which consists of five voting members. ORS 293.701 defines the investment funds over which OIC has responsibility. Included are the Oregon Public Employees Retirement Fund (OPERF), which is comprised of the Defined Benefit Pension Plan, the Individual Account Program, the Other Postemployment Benefit plans, and the Deferred Compensation Fund.

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
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**NOTES TO BASIC FINANCIAL STATEMENTS**  
 (In \$thousands)

**YEAR ENDED JUNE 30, 2023**

**OTHER POST-EMPLOYMENT BENEFITS (OPEB) (Continued)**

**Retirement Health Insurance Account (Continued)**

**Net OPEB Asset, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)**

**Actuarial Methods and Assumptions (Continued)**

**Discount Rate** - The discount rate used to measure the net OPEB asset was 6.90%. The projection of cash flows used to determine the discount rate assumed that contributions from contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the RHIA plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments for the RHIA plan was applied to all periods of projected benefit payments to determine the net OPEB asset or liability.

**Sensitivity of the College's Proportionate Share of the Net OPEB Asset or Liability to Changes in the Discount Rate** - The following presents the College's proportionate share of the net OPEB asset or liability, as well as what the College's proportionate share of the net OPEB asset or liability would be if it were calculated using a discount rate that is one percentage point lower (5.9%) or one percentage point higher (7.9%) than the current discount rate:

	<u>1% Decrease (5.90%)</u>	<u>Discount Rate (6.90%)</u>	<u>1% Increase (7.90%)</u>
College's proportionate share of the net OPEB (asset)/ liability	\$ (694)	\$ (770)	\$ (835)

**EARLY RETIREMENT BENEFITS**

**Plan Description** - The College maintains a single employer-defined benefit early retirement program for its employees. Full-time faculty, classified and administrative personnel are eligible. Established under separate collective bargaining agreements, the program is available for employees who are at least 55 years of age or have 30 or more years of PERS service regardless of age and who have at least ten years of continuous service with the College.

The program generally provides the employee with a severance payment ranging from \$0.7 to \$25.3 depending upon the employee's classification and age at retirement. The College does not issue a separate publicly available financial report for the early retirement program.

**Funding Policy and Annual Benefit Cost** - The benefits from this program are fully paid for by the College. Employee contributions are not required. There is no obligation on the part of the College to fund these benefits in advance. The College covers this obligation through annual appropriations on a pay-as-you-go basis. For the years ended June 30, 2023, 2022, and 2021, expenses under the plan were \$89, \$15, and \$252 respectively.

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**NOTES TO BASIC FINANCIAL STATEMENTS**  
(In \$thousands)

**YEAR ENDED JUNE 30, 2023**

**RISK MANAGEMENT**

The College is exposed to various risks of loss related to torts; theft, damage, or destruction of assets; errors and omissions; and natural disasters for which the College carries commercial insurance. The College does not engage in risk-financing activities where the risk is retained (self-insurance). There was not a significant reduction in insurance coverage during the year ended June 30, 2023. Settlements have not exceeded insurance coverage for any of the three years ended June 30, 2023.

**COMMITMENTS AND CONTINGENCIES**

Amounts received or receivable from grantor agencies, principally the federal government, are subject to audit and adjustment by these agencies. Any disallowed claims, including amounts already collected, may constitute a liability to the College. The amount, if any, of costs that may be disallowed is presently indeterminable. College management expects such amounts, if any, to be immaterial to the basic financial statements.

**TAX ABATEMENT**

The College had a reduction in tax revenues due to property tax abatement agreements entered into by the following counties as of June 30, 2023:

Multnomah	\$	496
Clackamas		1
Hood River		-

**REQUIRED SUPPLEMENTARY INFORMATION**

*Schedule of Changes in Total OPEB Liability and Related Ratios (Single Employer)*

*Schedule of the District's Proportionate Share of the Net OPEB Asset/Liability*

*Schedule of District's Contributions (RHIA)*

*Schedule of District's Proportionate Share of the Net Pension Liability*

*Schedule of District's Pension Plan Contributions*

*Notes to Required Supplementary Information*

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
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**SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS**

(In \$thousands)

Year Ended June 30,	Total OPEB Liability	Changes for the year						Total OPEB Liability*
	Beginning Balance	Service Costs	Benefit Payments	Interest Costs	Assumption Changes	Change of Benefit Terms	Difference in Experience	Ending Balance
2023	\$ 13,091	\$ 965	\$ (755)	\$ 298	\$ (1,849)	\$ -	\$ -	\$ 11,750
2022	14,288	929	(895)	393	(186)	(349)	(1,089)	13,091
2021	13,706	881	(840)	395	146	-	-	14,288
2020	14,818	955	(986)	455	(2,347)	-	811	13,706
2019	14,709	928	(973)	474	(320)	-	-	14,818
2018	14,832	964	(1,026)	410	(471)	-	-	14,709

Year Ended June 30,	District's Covered Employee Payroll	Total OPEB Liability as a Percentage of Covered Employee Payroll
2023	\$ 40,129	29.28%
2022	39,726	32.95%
2021	39,313	36.35%
2020	37,473	36.58%
2019	34,883	42.48%
2018	34,824	42.24%

This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the required supplementary information is available.

\*There are no assets accumulated in a trust to pay related benefits for this liability.

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
 Multnomah, Clackamas and Hood River Counties, Oregon

**SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB ASSET/LIABILITY**  
**OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM OPEB PLAN (RHIA)**

(In \$thousands)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
District's proportion of the net OPEB liability (asset)	0.21675273%	0.41051663%	0.66637037%	0.36650008%	0.41688085%
District's proportionate share of the net OPEB liability (asset)	\$ (770)	\$ (1,410)	\$ (1,358)	\$ (708)	\$ (465)
District's covered payroll	\$ 46,322	\$ 46,666	\$ 46,046	\$ 44,550	\$ 42,035
Districts proportionate share of the new OPEB liability (asset) as a percentage of its covered payroll	-1.66%	-3.02%	-2.95%	-1.59%	-1.11%
Plan fiduciary net position as a percentage of the total OPEB liability (asset)	194.6%	183.9%	150.1%	144.4%	123.9%
	<u>2018</u>	<u>2017</u>			
District's proportion of the net OPEB liability (asset)	0.40150213%	0.39358820%			
District's proportionate share of the net OPEB liability (asset)	\$ (167)	\$ 107			
District's covered payroll	\$ 41,011	\$ 39,391			
Districts proportionate share of the new OPEB liability (asset) as a percentage of its covered payroll	-0.41%	0.27%			
Plan fiduciary net position as a percentage of the total OPEB liability (asset)	108.9%	94.2%			

This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the required supplementary information is available.



**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**SCHEDULE OF DISTRICT'S CONTRIBUTIONS**  
**OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM OPEB PLAN (RHIA)**

(In \$thousands)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually required contributions	\$ 6	\$ 5	\$ 11	\$ 48	\$ 182
Contributions in relation to the contractually required contribution	(6)	(5)	(11)	(48)	(182)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 48,820	\$ 46,322	\$ 46,666	\$ 46,046	\$ 44,550
Contributions as a percentage of covered payroll	0.01%	0.01%	0.02%	0.10%	0.41%

	<u>2018</u>	<u>2017</u>
Contractually required contributions	\$ 202	\$ 242
Contributions in relation to the contractually required contribution	(202)	(242)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 42,035	\$ 41,011
Contributions as a percentage of covered payroll	0.48%	0.59%

This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the required supplementary information is available.

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
 Multnomah, Clackamas and Hood River Counties, Oregon

**SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**  
**OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM PENSION PLAN**

(In \$thousands)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
District's proportion of the net pension liability (asset)	0.15630447%	0.31090797%	0.30626043%	0.26066113%	0.25573356%
District's proportionate share of the net pension liability (asset)	\$ 23,933	\$ 37,205	\$ 66,836	\$ 45,088	\$ 38,740
District's covered payroll	\$ 46,322	\$ 46,666	\$ 46,046	\$ 44,550	\$ 42,035
Districts proportionate share of the net pension liability (asset) as a percentage of its covered payroll	51.67%	79.73%	145.15%	101.21%	92.16%
Plan fiduciary net position as a percentage of the total pension liability	84.50%	87.60%	75.80%	80.20%	82.07%
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
District's proportion of the net pension liability (asset)	0.21906501%	0.17768341%	0.14963427%	0.16560255%	0.16560255%
District's proportionate share of the net pension liability (asset)	\$ 29,530	\$ 26,674	\$ 8,591	\$ (3,754)	\$ 8,451
District's covered payroll	\$ 41,011	\$ 39,391	\$ 37,174	\$ 37,703	\$ 38,766
Districts proportionate share of the net pension liability (asset) as a percentage of its covered payroll	72.01%	67.72%	23.11%	-9.96%	21.80%
Plan fiduciary net position as a percentage of the total pension liability	83.12%	80.53%	91.88%	103.60%	91.97%

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**SCHEDULE OF DISTRICT'S PENSION PLAN CONTRIBUTIONS**  
**OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM PENSION PLAN**

(In \$thousands)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually required contributions	\$ -	\$ 725	\$ 2,631	\$ 2,762	\$ 1,293
Contributions in relation to the contractually required contribution	-	(59,143)	(2,631)	(2,762)	(1,293)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ (58,418)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 48,820	\$ 46,322	\$ 46,666	\$ 46,046	\$ 44,550
Contributions as a percentage of covered payroll	0.00%	127.70%	5.64%	6.00%	2.90%

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contributions	\$ 1,402	\$ 551	\$ 605	\$ 1,343	\$ 1,332
Contributions in relation to the contractually required contribution	(1,402)	(551)	(605)	(1,343)	(1,332)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 42,035	\$ 41,011	\$ 39,391	\$ 37,174	\$ 37,703
Contributions as a percentage of covered payroll	3.34%	1.34%	3.61%	3.53%	

**MT. HOOD COMMUNITY COLLEGE DISTRICT**

Multnomah, Clackamas and Hood River Counties, Oregon

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

**PERS PENSION PLAN**

Key changes in plan provisions, assumptions, and other information can be found at <https://www.oregon.gov/pers/emp/pages/GASB.aspx>.

**PERS POST EMPLOYMENT HEALTH CARE PLAN (OPEB)**

Key changes in plan provisions, assumptions, and other information can be found at <https://www.oregon.gov/pers/emp/pages/GASB.aspx>.

**DISTRICT’S POST EMPLOYMENT HEALTH CARE PLAN (OPEB)**

The College’s OPEB plan is not a stand-alone plan and therefore does not issue its own financial statements. The plan does not have assets accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75.

**Summary of key assumptions**

Valuation Date

Actuarial cost method

Inflation

Healthcare cost trend rates

Salary increases

Discount rate

Retirement age

Mortality

	6/30/2021	6/30/2019	6/30/2017
	Entry Age Normal Level % of Pay	Entry Age Normal Level % of Pay	Entry Age Normal Level % of Pay
	2.50% per year	2.50% per year	2.75% per year
	3.4% in 2023, fluctuates to 3.9% in 2076 & later	3.4% in 2019, fluctuates until ultimate rate of 4.1% in 2095	5.4% in 2018, fluctuates until ultimate rate of 4.4% in 2070
	3.00%	3.00%	3.75%
	2.18%      2.18%	2.66%      2.79%	2.98%      3.13%
	50 to 75	50 to 75	50 to 75
	Pub-2010 General Healthy with 1 yr setback for males; Projected with MW Scale 2022	Pub-2010 General Healthy with 1 yr setback for males; Projected with MW Scale 2020	RP 2000 Combined Healthy with collar blending & setback; Projected with MW Scale 2017

**SUPPLEMENTAL FINANCIAL INFORMATION**

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**BUDGETARY INFORMATION**

**YEAR ENDED JUNE 30, 2023**

Oregon Administrative Rules require an individual Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual, be prepared for each fund which the College is legally required to budget.

**MEASUREMENT FOCUS AND BASIS OF ACCOUNTING**

The College focuses on changes in current financial resources in the preparation, adoption and execution of annual budgets for the College's funds. The modified accrual basis of accounting is used to account for transactions or events that have increased or decreased the resources available for spending in the near future. The budget schedules include all transactions or events that affect the fund's current financial resources, even though these transactions may not affect net position. Such transactions include:

Issuance of debt  
Debt service principal payments  
Capital outlay

Revenues are recognized when they are susceptible to accrual. To be susceptible to accrual, the revenue must be both measurable and available. Measurable means the amount of the transaction can be determined. Available means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The College deems revenues received within 60 days of the end of the fiscal year to be available and subject to accrual. Expenditures are recorded when the related fund liability is incurred, except for un-matured interest on general long-term debt, which is recognized when due, and certain compensated absences and claims and judgments, which are recorded only when expected to be liquidated with available expendable financial resources. State support is recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grant revenue is recognized when the qualifying expenditures have been incurred and all other grant requirements have been met. Other receipts, including property taxes, become measurable and available when cash is received by the College and recognized as revenue at that time.

**DESCRIPTION OF FUNDS**

The College has the following funds:

The *General Fund* accounts for the financial operations of the College not accounted for in any other fund. Principal sources of revenue are state support, tuition and fees, and property taxes. Expenditures are made for instruction, research, academic support, student services, public services, institutional support, debt service, operation and maintenance of plant facilities and financial aid.

The *Pension Bond Debt Service Fund* provides for the payment of principal and interest on limited tax pension obligation bonds. Principal revenue sources are charges to other funds.

The *Physical Plant Maintenance Fund* accounts for resources from energy rebates and debt proceeds used to maintain the physical plant of the College.

The *Technology Projects Fund* accounts for resources, provided by student technology fees, which are used to meet the changing technological needs of the College.

The *Student Aid and Scholarship Fund* accounts for revenues and expenditures for various programs providing grants, loans, or wages for students from federal or state funds. Some of these programs require local revenues, which are usually provided by transfers from the General Fund or other sources of revenue.

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
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**BUDGETARY INFORMATION (Continued)**

**YEAR ENDED JUNE 30, 2023**

The *Federal, State and Special Projects Fund* accounts for the financial operations of the various programs of the College funded primarily by federal revenues, other than student aid. These programs include specialized programs for dislocated workers, disadvantaged, handicapped, or vocational students and youth.

The *Campus Store Fund* accounted for the operations of the College's campus store. This operation was financed and operated in a manner that is similar to private business. The operations were transferred to a third party. The fund is no longer used and prior is included for historical purposes.

The *Aquatic Center Fund* accounts for the operations of the aquatics center. This is an enterprise fund that accounts for the financial operations of the College's aquatics facility.

The *Clubs Fund* accounts for the revenues and expenditures of various clubs and organizations designed to complement the various curricular and co-curricular programs of the College. The principal revenue source is participant fees.

The *Trusts Fund* accounts for assets held by the College under the terms of the various agreements.

The *Associated Student Government Fund* accounts for the activities of the Associated Student Government. The principal revenue source is student fees.

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**GENERAL FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**

**BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023  
AND ACTUAL FOR THE YEARS ENDED JUNE 30, 2021 AND 2022**  
(in \$thousands)

Prior Years Actual			2023			Final Budget Variance Positive (Negative)
			Budget		Actual	
2021	2022		Adopted	Final		
<b>Revenues</b>						
\$ 32,056	\$ 35,103	State support	\$ 35,729	\$ 35,729	\$ 35,177	\$ (552)
21,507	16,449	Tuition and fees	16,698	16,698	16,484	(214)
Property taxes						
13,846	14,251	Current	14,599	14,599	14,825	226
203	185	Prior years'	100	100	162	62
3,827	6,066	Federal grants	-	-	-	-
207	290	Interest	322	322	1,329	1,007
461	442	Sales	376	376	342	(34)
210	103	Rentals	125	125	135	10
1,000	1,000	Indirect cost recovery	800	800	800	-
<u>73,317</u>	<u>73,889</u>	<b>Total revenues</b>	<u>68,749</u>	<u>68,749</u>	<u>69,254</u>	<u>505</u>
<b>Expenditures</b>						
Instruction						
29,457	28,632	Personal services	30,363	28,913	27,323	1,590
1,729	1,577	Materials and services	2,236	2,297	1,934	363
62	111	Capital outlay	-	25	24	1
Research						
781	779	Personal services	937	937	748	189
85	66	Materials and services	126	126	63	63
Academic support						
7,759	7,916	Personal services	8,593	8,711	8,105	606
609	584	Materials and services	986	1,025	843	182
8	30	Capital outlay	110	110	107	3
Student services						
6,063	6,563	Personal services	7,215	7,215	6,839	376
273	304	Materials and services	448	569	455	114
Public services						
108	109	Personal services	103	103	103	-
Institutional support						
9,492	9,641	Personal services	11,023	11,217	10,212	1,005
2,859	3,399	Materials and services	3,485	3,553	2,686	867
50	417	Capital outlay	250	166	2,118	(1,952)
Debt service						
2,409	2,572	Principal and interest	2,543	2,543	2,969	(426)
Operation and maintenance of plant						
2,480	2,820	Personal services	3,294	3,243	2,876	367
1,901	2,353	Materials and services	2,392	2,386	2,386	-
49	-	Capital outlay	-	6	6	-
Financial aid						
921	798	Scholarships	1,031	1,031	816	215
-	-	Contingency	7,131	8,090	-	8,090
<u>67,095</u>	<u>68,671</u>	<b>Total expenditures</b>	<u>82,266</u>	<u>82,266</u>	<u>70,613</u>	<u>11,653</u>
6,222	5,218	Revenues over (under) expenditures	(13,517)	(13,517)	(1,359)	12,158



**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**GENERAL FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**

**BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023**  
**AND ACTUAL FOR THE YEARS ENDED JUNE 30, 2021 AND 2022**  
(in \$thousands)

Prior Years Actual			2023			Final Budget Variance Positive (Negative)*
			Budget		Actual	
2021	2022		Adopted	Final	Actual	
		Other financing sources (uses)				
\$ -	\$ 17	Transfers in	\$ -	\$ -	\$ -	\$ -
(487)	(487)	Transfers out	(4,287)	(4,287)	(4,087)	200
-	400	Lease/Subscription inception	-	-	1,727	1,727
(487)	(70)	Total other financing	(4,287)	(4,287)	(2,360)	1,927
5,735	5,148	Net change in fund balance	(17,804)	(17,804)	(3,719)	14,085
9,667	15,402	Beginning fund balance, restated	19,535	19,535	20,305	770
<u>\$ 15,402</u>	<u>\$ 20,550</u>	Ending fund balance	<u>\$ 1,731</u>	<u>\$ 1,731</u>	<u>\$ 16,586</u>	<u>\$ 14,855</u>

The beginning fund balance for 2023 is restated due to the implementation of GASB 96.

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**PENSION BOND DEBT SERVICE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**

**BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023**  
**AND ACTUAL FOR THE YEARS ENDED JUNE 30, 2021 AND 2022**

(in \$thousands)

Prior Years Actual			2023		Final Budget Variance Positive (Negative)
			Budget Adopted and Final	Actual	
2021	2022				
		<b>Revenues</b>			
\$ 6,017	\$ 7,512	Bond assessment	\$ 9,243	\$ 8,696	\$ 547
-	-	Interest investments	-	6	(6)
-	58,895	Debt proceeds	-	-	-
<u>6,017</u>	<u>66,407</u>	<b>Total revenues</b>	<u>9,243</u>	<u>8,702</u>	<u>541</u>
		<b>Expenditures</b>			
1,337	2,850	Bond principal	3,253	3,253	-
4,202	5,502	Bond interest	5,990	5,990	-
-	58,417	Personnel services	-	-	-
-	474	Materials & services	-	-	-
<u>5,539</u>	<u>67,243</u>	<b>Total expenditures</b>	<u>9,243</u>	<u>9,243</u>	<u>-</u>
478	(836)	Revenues over (under) expenditures	-	(541)	(541)
<u>1,679</u>	<u>2,157</u>	Beginning fund balance	-	1,321	1,321
<u>\$ 2,157</u>	<u>\$ 1,321</u>	Ending fund balance	<u>\$ -</u>	<u>\$ 780</u>	<u>\$ 780</u>

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**PHYSICAL PLANT MAINTENANCE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**

**BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023**  
**AND ACTUAL FOR THE YEARS ENDED JUNE 30, 2021 AND 2022**

(in \$thousands)

Prior Years Actual			2023		Final Budget Variance Positive (Negative)
			Budget Adopted and Final	Actual	
2021	2022				
\$ 2	\$ -	Revenues			
		Sales	\$ -	\$ 1	\$ 1
2	-	Total revenues	-	1	1
		Expenditures			
18	132	Materials and services	500	271	229
287	364	Capital outlay	4,450	2,132	2,318
305	496	Total expenditures	4,950	2,403	2,547
(303)	(496)	Revenues over (under) expenditures	(4,950)	(2,402)	(2,548)
400	400	Other financing source			
		Transfers in from General Fund	4,000	4,000	-
97	(96)	Net change in fund balance	(950)	1,598	2,548
853	950	Beginning fund balance	950	854	(96)
\$ 950	\$ 854	Ending fund balance	\$ -	\$ 2,452	\$ 2,452

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**TECHNOLOGY PROJECTS FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**

**BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023**  
**AND ACTUAL FOR THE YEARS ENDED JUNE 30, 2021 AND 2022**

(in \$thousands)

Prior Years Actual			2023		Final Budget Variance Positive (Negative)
			Budget Adopted and Final	Actual	
2021	2022				
		<b>Revenues</b>			
\$ 920	\$ 754	Technology fee	\$ 777	\$ 759	\$ (18)
205	299	Federal revenue	-	-	-
300	421	Other income	454	452	(2)
<u>1,425</u>	<u>1,474</u>	<b>Total revenues</b>	<u>1,231</u>	<u>1,211</u>	<u>(20)</u>
		<b>Expenditures</b>			
1,068	797	Materials and services	2,044	941	1,103
-	-	Debt service	-	18	(18)
40	35	Capital outlay	190	39	151
<u>1,108</u>	<u>832</u>	<b>Total expenditures</b>	<u>2,234</u>	<u>998</u>	<u>1,236</u>
<u>317</u>	<u>642</u>	<b>Revenues over (under) expenditures</b>	<u>(1,003)</u>	<u>213</u>	<u>1,216</u>
<u>403</u>	<u>720</u>	<b>Beginning fund balance</b>	<u>1,003</u>	<u>1,333</u>	<u>330</u>
<u>\$ 720</u>	<u>\$ 1,362</u>	<b>Ending fund balance</b>	<u>\$ -</u>	<u>\$ 1,546</u>	<u>\$ 1,546</u>

The beginning fund balance for 2023 is restated due to the implementation of GASB 96.

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**STUDENT AID AND SCHOLARSHIP FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**

**BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023**  
**AND ACTUAL FOR THE YEARS ENDED JUNE 30, 2021 AND 2022**

(in \$thousands)

Prior Years Actual 2021      2022			2023		Final Budget Variance Positive (Negative)
			Budget Adopted and Final	Actual	
\$ 20,588	\$ 23,485	Revenues			
		Grants	\$ 37,184	\$ 18,358	\$ (18,826)
20,588	23,485	Total revenues	37,184	18,358	(18,826)
		Expenditures			
229	232	Personal services	834	325	509
-	-	Materials and services	40	-	40
20,345	23,348	Grants and loans	36,550	18,232	18,318
20,574	23,580	Total expenditures	37,424	18,557	18,867
14	(95)	Revenues over (under) expenditures	(240)	(199)	41
		Other financing source (use)			
-	-	Transfer in from General Fund	200	-	(200)
(24)	(20)	Transfer out to Federal, State Fund	(60)	(48)	12
(24)	(20)	Total other financing (use)	140	(48)	(188)
(10)	(115)	Net change in fund balance	(100)	(247)	(147)
514	504	Beginning fund balance	100	389	289
\$ 504	\$ 389	Ending fund balance	\$ -	\$ 142	\$ 142

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**FEDERAL, STATE AND SPECIAL PROJECTS FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**

**BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023  
AND ACTUAL FOR THE YEARS ENDED JUNE 30, 2021 AND 2022**  
(in \$thousands)

Prior Years Actual			2023		Final Budget Variance Positive (Negative)
			Budget Adopted and Final	Actual	
2021	2022				
		<b>Revenues</b>			
\$ 23,997	\$ 27,095	Government grants	\$ 49,000	\$ 31,768	\$ (17,232)
5,416	7,397	Other grants	8,000	9,062	1,062
-	383	Property insurance recovery	-	9	9
<u>29,413</u>	<u>34,875</u>	<b>Total revenues</b>	<u>57,000</u>	<u>40,839</u>	<u>(16,161)</u>
		<b>Expenditures</b>			
19,106	21,598	Personal services	25,850	22,443	3,407
8,707	9,997	Materials and services	13,500	11,818	1,682
-	645	Debt service	2,000	758	1,242
664	964	Capital outlay	16,000	4,763	11,237
-	54	Scholarships	100	78	22
-	-	Contingency	1,010	-	1,010
<u>28,477</u>	<u>33,258</u>	<b>Total expenditures</b>	<u>58,460</u>	<u>39,860</u>	<u>18,600</u>
<u>936</u>	<u>1,617</u>	<b>Revenues over (under) expenditures</b>	<u>(1,460)</u>	<u>979</u>	<u>2,439</u>
		<b>Other financing source</b>			
24	20	Transfers in from Student Aid and Scholarship Fund	60	48	(12)
-	-	Transfers in from Campus Store Fund	700	599	(101)
960	1,637	<b>Net change in fund balance</b>	(700)	1,626	2,326
<u>6,745</u>	<u>7,705</u>	<b>Beginning fund balance</b>	<u>700</u>	<u>9,342</u>	<u>8,642</u>
<u>\$ 7,705</u>	<u>\$ 9,342</u>	<b>Ending fund balance</b>	<u>\$ -</u>	<u>\$ 10,968</u>	<u>\$ 10,968</u>

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**CAMPUS STORE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**

**BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023**  
**AND ACTUAL FOR THE YEARS ENDED JUNE 30, 2021 AND 2022**

(in \$thousands)

Prior Years Actual			2023		
			Budget Adopted and Final	Actual	Final Budget Variance Positive (Negative)
2021	2022				
		Revenues			
\$ 559	\$ 2	Sales	\$ -	\$ -	\$ -
1,492	-	Federal revenue	-	-	-
24	5	Other	-	-	-
<u>2,075</u>	<u>7</u>	Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
		Expenditures			
603	166	Cost of sales	-	55	(55)
473	53	Personal services	-	-	-
79	35	Materials and services	250	2	248
<u>1,155</u>	<u>254</u>	Total expenditures	<u>250</u>	<u>57</u>	<u>193</u>
<u>920</u>	<u>(247)</u>	Revenues over (under) expenditures	<u>(250)</u>	<u>(57)</u>	<u>193</u>
		Other financing (use)			
-	(17)	Transfer out to General Fund	-	-	-
-	-	Transfer out to Federal, State and Special Proj. Fund	(700)	(599)	101
-	-	Net change in fund balance	(950)	-	950
-	920	Beginning fund balance	950	656	(294)
<u>\$ 920</u>	<u>\$ 656</u>	Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**AQUATIC CENTER FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**

**BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023**  
**AND ACTUAL FOR THE YEARS ENDED JUNE 30, 2021 AND 2022**

(in \$thousands)

Prior Years Actual			2023			Final Budget Variance Positive (Negative)
			Budget		Actual	
2021	2022	Adopted	Final			
		<b>Revenues</b>				
\$ -	\$ 3	\$ 133	\$ 133	\$ 147	\$ 14	
600	489	-	-	-	-	
-	2	61	61	158	97	
-	-	150	150	151	1	
<u>600</u>	<u>494</u>	<u>344</u>	<u>344</u>	<u>456</u>	<u>112</u>	
		<b>Expenditures</b>				
165	90	490	615	615	-	
10	42	126	151	151	-	
-	-	965	815	96	719	
<u>175</u>	<u>132</u>	<u>1,581</u>	<u>1,581</u>	<u>862</u>	<u>719</u>	
<u>425</u>	<u>362</u>	<u>(1,237)</u>	<u>(1,237)</u>	<u>(406)</u>	<u>831</u>	
		<b>Other financing source</b>				
87	87	87	87	87	-	
512	449	(1,150)	(1,150)	(319)	831	
<u>235</u>	<u>747</u>	<u>1,150</u>	<u>1,150</u>	<u>1,196</u>	<u>46</u>	
<u>\$ 747</u>	<u>\$ 1,196</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 877</u>	<u>\$ 877</u>	



**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
 Multnomah, Clackamas and Hood River Counties, Oregon

**CLUBS FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**

**BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023**  
**AND ACTUAL FOR THE YEARS ENDED JUNE 30, 2021 AND 2022**  
 (in \$thousands)

<u>Prior Years Actual</u>			<u>2023</u>		<u>Final Budget Variance Positive (Negative)</u>
			<u>Budget Adopted and Final</u>	<u>Actual</u>	
<u>2021</u>	<u>2022</u>				
		Revenues			
<u>\$ 8</u>	<u>\$ 9</u>	Fees and activities	<u>\$ 100</u>	<u>\$ 13</u>	<u>\$ (87)</u>
		Expenditures			
1	-	Personal services	11	-	11
2	5	Materials and services	154	10	144
<u>-</u>	<u>-</u>	Capital outlay	<u>5</u>	<u>-</u>	<u>5</u>
<u>3</u>	<u>5</u>	Total expenditures	<u>170</u>	<u>10</u>	<u>160</u>
5	4	Revenues over (under) expenditures	(70)	3	73
<u>41</u>	<u>46</u>	Beginning fund balance	<u>70</u>	<u>50</u>	<u>(20)</u>
<u>\$ 46</u>	<u>\$ 50</u>	Ending fund balance	<u>\$ -</u>	<u>\$ 53</u>	<u>\$ 53</u>

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
 Multnomah, Clackamas and Hood River Counties, Oregon

**TRUSTS FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**

**BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023**  
**AND ACTUAL FOR THE YEARS ENDED JUNE 30, 2021 AND 2022**

(in \$thousands)

Prior Years Actual 2021      2022			2023		Final Budget Variance Positive (Negative)
			Budget Adopted and Final	Actual	
<u>\$ 205</u>	<u>\$ 248</u>	Revenues			
		Fees and activities	<u>\$ 309</u>	<u>\$ 283</u>	<u>\$ (26)</u>
		Expenditures			
13	5	Personal services	83	4	79
109	145	Materials and services	421	245	176
<u>-</u>	<u>-</u>	Capital outlay	<u>5</u>	<u>-</u>	<u>5</u>
<u>122</u>	<u>150</u>	Total expenditures	<u>509</u>	<u>249</u>	<u>260</u>
83	98	Revenues over (under) expenditures	(200)	34	234
<u>509</u>	<u>592</u>	Beginning fund balance	<u>200</u>	<u>690</u>	<u>490</u>
<u>\$ 592</u>	<u>\$ 690</u>	Ending fund balance	<u>\$ -</u>	<u>\$ 724</u>	<u>\$ 724</u>

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**ASSOCIATED STUDENT GOVERNMENT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**

**BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023**  
**AND ACTUAL FOR THE YEARS ENDED JUNE 30, 2021 AND 2022**

(in \$thousands)

Prior Years Actual		2023		
		Budget Adopted and Final	Actual	Final Budget Variance Positive (Negative)
2021	2022			
<b>Revenues</b>				
\$ 602	\$ 493	\$ 473	\$ 478	\$ 5
156	209	-	-	-
-	-	4	2	(2)
2	13	45	52	7
-	14	-	-	-
4	4	4	17	13
<u>764</u>	<u>733</u>	<u>526</u>	<u>549</u>	<u>23</u>
<b>Total revenues</b>				
<b>Expenditures</b>				
231	257	328	288	40
128	261	600	302	298
-	-	144	-	144
-	-	486	-	486
<u>359</u>	<u>518</u>	<u>1,558</u>	<u>590</u>	<u>968</u>
<b>Total expenditures</b>				
405	215	(1,032)	(41)	991
<b>Revenues over (under) expenditures</b>				
663	1,068	1,032	1,283	251
<b>Beginning fund balance</b>				
<u>\$ 1,068</u>	<u>\$ 1,283</u>	<u>\$ -</u>	<u>\$ 1,242</u>	<u>\$ 1,242</u>
<b>Ending fund balance</b>				

**OTHER SCHEDULES**

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**SCHEDULE OF PROPERTY TAX TRANSACTIONS**

**YEAR ENDED JUNE 30, 2023**

(Unaudited)  
(in \$thousands)

Year ended June 30,	Taxes receivable June 30, 2022 *	Current levy as extended by assessor	Add (deduct)				Taxes receivable June 30, 2023
			Adjustments	Discounts	Interest	Collections	
2023	\$ -	\$ 15,475	\$ (41)	\$ (406)	\$ (39)	\$ (14,771)	218
2022	193	-	(25)	-	7	(94)	81
2021	78	-	(11)	-	17	(39)	45
2020	45	-	(3)	-	30	(51)	21
2019	18	-	(3)	-	4	(14)	5
2018 and prior	33	-	(2)	-	2	(5)	28
	<u>\$ 367</u>	<u>\$ 15,475</u>	<u>\$ (85)</u>	<u>\$ (406)</u>	<u>\$ 21</u>	<u>\$ (14,974)</u>	<u>\$ 398</u>

\* Restated beginning balance for Hood River and Clackamas Counties.

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**SCHEDULE OF DEBT SERVICE TRANSACTIONS**  
**YEAR ENDED JUNE 30, 2023**

(Unaudited)  
(in \$thousands)

Debt type	Issue date	Interest rates	Principal				Outstanding end of year
			Outstanding beginning of year	Issued	Matured	Paid	
			Unmatured				
Full Faith and Credit Obligations							
Series 2013	6/26/13	2.00-5.00	\$ 2,715	\$ -	\$ 200	\$ 200	\$ 2,515
Series 2016	10/6/16	2.00-5.00	13,530	-	1,525	1,525	12,005
Limited Tax Pension Bond							
Series 2003	4/23/03	1.40-6.25	27,793	-	1,328	1,328	26,465
Series 2021	8/31/21	0.12-2.95	57,375	-	1,925	1,925	55,450
			<u>\$ 101,413</u>	<u>\$ -</u>	<u>\$ 4,978</u>	<u>\$ 4,978</u>	<u>\$ 96,435</u>

Interest			
Outstanding beginning of year			Outstanding end of year
Matured	Matured	Paid	Matured
\$ -	\$ 122	\$ 122	\$ -
-	644	644	-
-	4,766	4,766	-
-	1,225	1,225	-
<u>\$ -</u>	<u>\$ 6,757</u>	<u>\$ 6,757</u>	<u>\$ -</u>

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**SCHEDULE OF DEBT SERVICE REQUIREMENTS**

(Unaudited)

**JUNE 30, 2023**

(in \$thousands)

Payable from: General Fund

Year end 6/30	All Debt Requirements			Full Faith and Credit Obligations			
	Annual total	Principal	Interest	Series 2013		Series 2016	
				Principal due 6/1	Interest due 12/1 and 6/1	Principal due 6/1	Interest due 12/1 and 6/1
2024	\$ 12,115	\$ 8,720	\$ 3,395	\$ 205	\$ 115	\$ 1,630	\$ 567
2025	12,501	9,485	3,016	215	106	1,680	486
2026	12,965	10,370	2,595	225	98	1,795	402
2027	13,459	11,325	2,134	235	89	1,915	322
2028	9,665	8,050	1,615	245	79	2,050	226
2029	5,650	4,365	1,285	250	70	1,410	124
2030	5,827	4,670	1,157	265	57	1,525	54
2031	4,384	3,345	1,039	280	44	-	-
2032	4,517	3,550	967	290	30	-	-
2033	4,660	3,775	885	305	15	-	-
2034	4,487	3,695	792	-	-	-	-
2035	4,639	3,935	704	-	-	-	-
2036	4,802	4,195	607	-	-	-	-
2037	4,964	4,465	499	-	-	-	-
2038	5,133	4,765	368	-	-	-	-
2039	5,308	5,080	228	-	-	-	-
2040	2,723	2,645	78	-	-	-	-
	<u>\$ 117,799</u>	<u>\$ 96,435</u>	<u>\$ 21,364</u>	<u>\$ 2,515</u>	<u>\$ 703</u>	<u>\$ 12,005</u>	<u>\$ 2,181</u>



<u>Pension Bond Debt Service Fund</u>		<u>Pension Bond Debt Service Fund</u>	
Limited Tax Pension Bonds Series 2003		Limited Tax Pension Bonds Series 2021	
<u>Principal due 12/30</u>	<u>Interest due 12/30 and 6/30</u>	<u>Principal due 12/30</u>	<u>Interest due 12/30 and 6/30</u>
\$ 4,890	\$ 1,494	\$ 1,995	\$ 1,219
5,475	1,217	2,115	1,207
6,105	906	2,245	1,189
6,785	560	2,390	1,163
3,210	180	2,545	1,130
-	-	2,705	1,091
-	-	2,880	1,046
-	-	3,065	995
-	-	3,260	937
-	-	3,470	870
-	-	3,695	792
-	-	3,935	704
-	-	4,195	607
-	-	4,465	499
-	-	4,765	368
-	-	5,080	228
-	-	2,645	78
<u>\$ 26,465</u>	<u>\$ 4,357</u>	<u>\$ 55,450</u>	<u>\$ 14,123</u>

MT. HOOD COMMUNITY COLLEGE DISTRICT  
Multnomah, Clackamas and Hood River Counties, Oregon  
Schedule of Revenues and Expenditures by Project  
Federal and State Projects and Student Aid Funds  
Year ended June 30, 2023  
(unaudited)

	Project Revenue			Operating Transfers	
	Total	Grants			
	Federal	State	Other		
<u>Federal and State Projects Fund</u>					
Administrative Costs	\$ 2,727,798	\$ -	\$ -	\$ 2,081,035	\$ 646,763
Adult Basic Ed Accountability Grant	37,112	37,112	-	-	-
Adult Basic Ed Course Fees	41,963	-	-	41,963	-
Adult Basic Ed English Language Civics Grant	199,718	199,718	-	-	-
Adult Basic Ed ESL Grant	261,194	261,194	-	-	-
Adult Basic Ed Grant	261,595	261,595	-	-	-
Adult Basic Ed Program Improvement	12,600	12,600	-	-	-
Adult Basic Skills Teaching Skills that Matter	16,000	16,000	-	-	-
Alternative Education Services	37,712	-	-	37,712	-
Baby Pilot Promise	702,229	702,229	-	-	-
Benefit Navigator HECC	138,152	-	138,152	-	-
Career Connect Learn Navigator	10,653	10,653	-	-	-
Campus Veteran Resource	24,733	-	24,733	-	-
CEVSS Veterans	160,250	160,250	-	-	-
Childcare Resource & Referral, Busines Coach Childcare	58,149	-	58,149	-	-
Childcare Resource & Referral, Early Learning	9,918	-	-	9,918	-
Childcare Resource & Referral Preschool for All	2,397,543	-	-	2,397,543	-
Childcare Resource & Referral Program Income	48,980	-	-	48,980	-
Childcare Resource & Referral Stabilization	120,116	120,116	-	-	-
Childcare Resource & Referral System	841,383	841,383	-	-	-
Childcare Resource & Referral System, Student Prof Lea	90,532	-	90,532	-	-
Childcare Resource & Referral System, Student Success	280,004	-	280,004	-	-
Childcare Resource & Referral System, Student Support	102,485	-	102,485	-	-
Childcare Resource & Referral System, WSI Childcare	4,482	-	-	4,482	-
Childcare Resource & Referral System, WSI OTCC NDW	70,299	70,299	-	-	-
Cooperative Work Experience, City of Portland	3,257	-	-	3,257	-
Cooperative Work Experience, Oregon Fish & Wildlife	6,925	-	6,925	-	-
Cooperative Work Experience, Washington Fish & Wildlif	6,695	-	6,695	-	-
CSFRF Construction Funds	76,966	-	76,966	-	-
Cybersecurity HECC	-	-	-	-	-
DOL, Apprenticeship Build	195,515	195,515	-	-	-
DOL, Strengthening Consortium	1,335,718	1,302,075	-	-	-
ECMC New America	10,000	-	-	10,000	-
EMSWCD Multnomah Soil & Water	48,600	-	-	48,600	-
First Generation Student Success	156,779	-	156,779	-	-
FIPSE: IREPO	854,366	854,366	-	-	-
Future Ready Oregon	299,461	-	299,461	-	-
Future Ready Oregon Group	923,224	-	923,224	-	-
GEER Reengagement & Retention	94,156	94,156	-	-	-
Gateway to College	51,275	-	-	51,275	-
Head Start	2,000	-	-	2,000	-
Head Start Baby Promise	67,347	-	-	67,347	-
Head Start Children's Investment Fund Levy	501,337	-	-	501,337	-
Head Start CHIF Childcare Project	1,857,133	-	-	1,857,133	-
Head Start CHIF Gateway	444,611	-	-	444,611	-
Head Start Early Expansion	592,679	-	592,679	-	-

Project Expenditures

Total	Personal Services	Materials and Services	Capital Outlay	Grants and Loans	Operating Transfers
\$ 1,262,450	\$ 719,293	\$ 532,792	\$ 10,365	\$ -	\$ -
37,112	37,112	-	-	-	-
41,963	-	41,963	-	-	-
199,718	198,917	801	-	-	-
261,194	257,832	3,362	-	-	-
261,595	255,903	5,692	-	-	-
12,600	12,600	-	-	-	-
16,000	15,256	744	-	-	-
31,646	24,111	7,535	-	-	-
702,228	169,577	532,651	-	-	-
137,664	107,307	30,357	-	-	-
10,653	9,681	972	-	-	-
18,167	-	18,167	-	-	-
160,250	139,713	20,537	-	-	-
58,149	22,287	35,862	-	-	-
9,918	3,433	6,485	-	-	-
2,397,942	1,613,221	784,721	-	-	-
71,426	27,476	43,950	-	-	-
120,116	59,484	60,632	-	-	-
841,383	651,594	189,789	-	-	-
90,532	76,727	13,805	-	-	-
280,004	241,142	38,862	-	-	-
102,485	88,195	14,290	-	-	-
4,482	3,966	516	-	-	-
70,299	7,431	62,868	-	-	-
3,257	2,832	425	-	-	-
6,925	6,022	903	-	-	-
6,695	5,822	873	-	-	-
76,966	-	-	76,966	-	-
3,594	3,594	-	-	-	-
195,514	163,905	31,609	-	-	-
1,335,718	259,988	1,008,444	33,643	-	-
5,545	-	-	-	5,545	-
48,600	-	48,600	-	-	-
156,779	99,736	57,043	-	-	-
854,366	365,279	489,087	-	-	-
299,461	74,771	143,761	80,929	-	-
915,334	227,624	511,344	176,366	-	-
94,156	84,123	10,033	-	-	-
63,388	59,311	4,077	-	-	-
-	-	-	-	-	-
77,254	65,696	11,558	-	-	-
501,318	412,581	88,737	-	-	-
1,857,133	282,472	1,574,661	-	-	-
444,611	350,009	94,602	-	-	-
592,679	450,295	142,384	-	-	-

MT. HOOD COMMUNITY COLLEGE DISTRICT  
Multnomah, Clackamas and Hood River Counties, Oregon  
Schedule of Revenues and Expenditures by Project  
Federal and State Projects and Student Aid Funds (Continued)  
Year ended June 30, 2023  
(unaudited)

	Project Revenue			Operating Transfers
	Total	Grants		
	Total	Federal	State	Other
Head Start Early Head Start	\$ 2,415,580	\$ 2,415,580	\$ -	\$ -
Head Start Early Head Start CC Partners	1,474,968	1,474,968	-	-
Head Start Federal	3,294,055	3,294,055	-	-
Head Start Federal II	2,170,595	2,170,595	-	-
Head Start Federal, Expansion	224,342	224,342	-	-
Head Start CCR&R FCCN United Way	70,034	-	70,034	-
Head Start MIECHV	27,715	27,715	-	-
Head Start MIECHV 3	170,636	170,636	-	-
Head Start Misc	-	-	-	-
Head Start State	7,952,810	-	7,952,810	-
Head Start TERC	25,982	25,982	-	-
Head Start TERC #2	2,115	2,115	-	-
Head Start Training	112,359	112,359	-	-
Head Start US Department of Agriculture	365,014	365,014	-	-
Head Start, Childcare	306,419	-	-	306,419
IRCO Upward Bound	415	-	-	415
IRCO Worksource	9,659	-	-	9,659
Kaiser OEBC	-	-	-	-
Kaiser Transitions	-	-	-	-
NSF STEM	39,771	39,771	-	-
OHSU Dental Grant	6,830	6,830	-	-
OER	4,050	-	-	4,050
OER, Linn Benton CC	13,635	-	-	13,635
Oregon Education Health & Wellbeing	-	-	-	-
Oregon State Library Fund	-	-	-	-
Oregon Transfer	2,000	-	-	2,000
PCC Pathways to Opportunity	66,250	-	-	66,250
Perkins Regional Alliance	7,310	-	-	7,310
PGE Drive Change Fund	-	-	-	-
Preschool For All - Academic	67,181	-	-	67,181
Preschool Promise	206,133	-	206,133	-
Presidential Funds	168,054	-	-	168,054
Small Business Administration Federal	21,945	21,945	-	-
Small Business Administration Federal II	18,498	18,498	-	-
Small Business Administration, Program Income Federal	108,500	-	-	108,500
Small Business Development Center	95,682	-	95,682	-
Small Business Development Center, CARES	43,071	43,071	-	-
SNAP	382,121	-	-	382,121
State Bond Facilities	3,983,979	-	3,983,979	-
STEP Expansion	18,895	-	-	18,895
Student Services	2,000	-	2,000	-
TRIO Student Support Grant, Year 3	233,892	233,892	-	-
TRIO Talent Search, Year 2	257,121	257,121	-	-
Workforce Connections Career Pathways	44,495	-	44,495	-
Workforce Connections Career DWG	2,291	2,291	-	-

Project Expenditures					
Total	Personal Services	Materials and Services	Capital Outlay	Grants and Loans	Operating Transfers
\$ 2,415,580	\$ 1,921,607	\$ 493,973	\$ -	\$ -	\$ -
1,474,968	405,776	1,069,192	-	-	-
3,294,055	2,424,958	869,097	-	-	-
2,170,595	1,823,070	234,990	112,535	-	-
224,342	97,063	127,279	-	-	-
70,034	57,459	12,575	-	-	-
27,715	20,934	6,781	-	-	-
170,636	147,564	23,072	-	-	-
19,895	-	19,895	-	-	-
7,952,810	5,876,749	2,076,061	-	-	-
25,982	15,183	10,799	-	-	-
2,115	1,777	338	-	-	-
112,360	58,126	54,234	-	-	-
218,842	40,486	178,356	-	-	-
217,708	201,637	16,071	-	-	-
415	415	-	-	-	-
9,659	8,781	878	-	-	-
585	-	585	-	-	-
954	-	954	-	-	-
39,771	6,413	3,631	-	29,727	-
6,830	6,209	621	-	-	-
12,535	12,535	-	-	-	-
8,254	8,254	-	-	-	-
8,521	-	8,521	-	-	-
179	-	179	-	-	-
-	-	-	-	-	-
33,796	33,796	-	-	-	-
7,310	2,517	4,793	-	-	-
176,402	-	48,391	128,011	-	-
67,181	56,221	10,960	-	-	-
206,133	128,339	77,794	-	-	-
168,054	-	8,054	160,000	-	-
21,945	21,945	-	-	-	-
18,498	18,498	-	-	-	-
102,040	16,851	85,189	-	-	-
95,682	95,682	-	-	-	-
43,071	32,476	10,595	-	-	-
263,363	131,870	96,974	-	34,519	-
3,983,979	-	-	3,983,979	-	-
18,895	-	15,866	-	3,029	-
2,000	-	2,000	-	-	-
233,892	216,538	17,354	-	-	-
257,121	237,838	19,283	-	-	-
44,495	32,926	11,569	-	-	-
2,291	2,055	236	-	-	-

MT. HOOD COMMUNITY COLLEGE DISTRICT  
Multnomah, Clackamas and Hood River Counties, Oregon  
Schedule of Revenues and Expenditures by Project  
Federal and State Projects and Student Aid Funds (continued)  
Year ended June 30, 2023  
(unaudited)

	Project Revenue				Operating Transfers
	Total	Grants			
	Total	Federal	State	Other	
Workforce Connections Competitive SNAP	\$ 5,291	\$ -	\$ 5,291	\$ -	\$ -
Workforce Connections Competitive Strategies 2	7,498	-	7,498	-	-
Workforce Connections Childcare Challenge	106,131	-	-	106,131	-
Workforce Connections DWP/WIA	65,203	65,203	-	-	-
Workforce Connections Inclusive Car	81,418	-	-	81,418	-
Workforce Connections Home Forward Liaison	11,475	-	-	11,475	-
Workforce Connections JP Morgan	5,206	-	-	5,206	-
Workforce Connections Liaison services Adult	25,872	25,872	-	-	-
Workforce Connections Liaison Srvs 2	71,683	71,683	-	-	-
Workforce Connections Mult Co Stability	27,957	-	-	27,957	-
Workforce Connections Navigator	77,325	-	-	77,325	-
Workforce Connections Participant Training	-	-	-	-	-
Workforce Connections Prosperity	185,741	-	185,741	-	-
Workforce Connections Prosperity SNAP	105,140	-	105,140	-	-
Workforce Connections Title IIA Implementation/One Sto	103,778	103,778	-	-	-
Workforce Connections OR WEX	23,348	-	23,348	-	-
Workforce Connections OR WEX SNAP	16,752	-	16,752	-	-
<b>Total Federal and State Projects Fund</b>	<b>41,519,864</b>	<b>16,312,577</b>	<b>15,455,687</b>	<b>9,071,194</b>	<b>646,763</b>
 <u>Student Aid Fund</u>					
Federal Pell Grant	\$ 5,982,786	\$ 5,982,786	\$ -	\$ -	\$ -
Federal Work Study	313,525	313,525	-	-	-
Job Location Development Program	43,990	43,990	-	-	-
Federal Direct Loans	6,224,792	6,224,792	-	-	-
Federal Supplemental Ed Opportunity Grant	366,000	366,000	-	-	-
Nursing Student Loans	-	-	-	-	-
State Tuition Tribal Assistance	95,325	-	95,325	-	-
Oregon Promise	1,164,644	-	1,164,644	-	-
Oregon Opportunity Grant	2,160,694	-	2,160,694	-	-
Adult Basic Ed Course Fees	75,867	-	-	75,867	-
FIPSE: IREPO	500,416	500,416	-	-	-
Future Ready Oregon Group	89,065	-	89,065	-	-
Gateway to College	52,725	-	-	52,725	-
GEER Student Award	9,900	9,900	-	-	-
<b>Total Student Aid Fund</b>	<b>17,079,729</b>	<b>13,441,409</b>	<b>3,509,728</b>	<b>128,592</b>	<b>-</b>
 <u>Scholarship Fund</u>					
Scholarship Awards	\$ 1,278,213	\$ -	\$ -	\$ 1,278,213	\$ -
<b>Total student and scholarship funds</b>	<b>18,357,942</b>	<b>13,441,409</b>	<b>3,509,728</b>	<b>1,406,805</b>	<b>-</b>
<b>\$</b>	<b>59,877,806</b>	<b>29,753,986</b>	<b>18,965,415</b>	<b>10,477,999</b>	<b>646,763</b>

Project Expenditures					
Total	Personal Services	Materials and Services	Capital Outlay	Grants and Loans	Operating Transfers
\$ 5,291	\$ 4,747	\$ 544	\$ -	\$ -	\$ -
7,498	6,726	772	-	-	-
106,131	30,146	75,985	-	-	-
65,203	51,862	13,341	-	-	-
81,711	65,194	16,517	-	-	-
11,475	10,155	1,320	-	-	-
5,206	4,670	536	-	-	-
25,872	22,896	2,976	-	-	-
71,683	63,436	8,247	-	-	-
27,957	24,741	3,216	-	-	-
77,325	68,429	8,896	-	-	-
3,408	-	3,408	-	-	-
185,741	118,697	61,838	-	5,206	-
105,140	55,799	49,341	-	-	-
103,778	60,910	42,868	-	-	-
23,348	20,944	2,404	-	-	-
16,752	14,988	1,764	-	-	-
<u>39,894,276</u>	<u>22,443,206</u>	<u>12,576,607</u>	<u>4,762,794</u>	<u>78,026</u>	<u>-</u>
\$ 5,982,786	\$ -	\$ -	\$ -	\$ 5,982,786	\$ -
313,525	-	-	-	281,167	32,358
43,990	-	-	-	43,990	-
6,224,792	-	-	-	6,224,792	-
366,000	-	-	-	366,000	-
61,676	-	-	-	46,493	15,183
94,273	-	-	-	94,273	-
1,164,644	-	-	-	1,164,644	-
2,160,694	-	-	-	2,160,694	-
75,867	-	-	-	75,867	-
500,416	-	-	-	500,416	-
89,065	-	-	-	89,065	-
52,725	-	-	-	52,725	-
9,500	-	-	-	9,500	-
<u>17,139,953</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>17,092,412</u>	<u>47,541</u>
\$ 1,511,270	\$ -	\$ -	\$ -	\$ 1,511,270	\$ -
<u>18,651,223</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>18,603,682</u>	<u>47,541</u>
<u>58,545,499</u>	<u>22,443,206</u>	<u>12,576,607</u>	<u>4,762,794</u>	<u>18,681,708</u>	<u>47,541</u>

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
 Multnomah, Clackamas and Hood River Counties, Oregon

**ASSESSED AND REAL MARKET VALUE OF TAXABLE PROPERTY AND TAX COLLECTION RECORD**

**YEAR ENDED JUNE 30, 2023**

(Unaudited)

County	Real Market Value (in \$thousands)		Assessed Value (in \$thousands)		Property Tax Rate Per \$1,000 of Assessed Value		Tax collection record
	Amount	Percent of total value	Amount	Percent of total value	Operations	Total	
Multnomah	\$ 50,740,196	81.67 %	\$ 25,816,162	81.37 %	\$ 0.4917	\$ 0.4917	95.38 %
Clackamas	11,047,840	17.78	5,704,070	17.98	0.4917	0.4917	95.73
Hood River	337,014	0.54	207,077	0.65	0.4917	0.4917	95.77
	<u>\$ 62,125,050</u>	<u>100.00 %</u>	<u>\$ 31,727,309</u>	<u>100.00 %</u>			



**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**GENERAL FUND**

**STATE SUPPORT**

**LAST TEN FISCAL YEARS**

(Unaudited)  
(in \$thousands)

Fiscal year end June 30	Budgetary basis	Final payment of each biennium deferred until July 15 of next biennium		GAAP basis
		Add	(Less)	
2023	\$ 35,177	\$ -	\$ (8,729)	\$ 26,448
2022	35,103	7,908	-	43,011
2021	32,056	-	(7,908)	24,148
2020	32,438	7,059	-	39,497
2019	28,229	-	(7,059)	21,170
2018	28,241	6,597	-	34,838
2017	27,058	-	(6,597)	20,461
2016	27,751	5,971	-	33,722
2015	24,935	-	(5,971)	18,964
2014	23,327	5,023	-	28,350

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**GENERAL FUND**

**BALANCE SHEETS**

**LAST TEN FISCAL YEARS**

(Unaudited)  
(in \$thousands)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
<b>Assets:</b>										
Cash and cash equivalents	\$ 17,882	\$ 27,184	\$ 11,461	\$ 17,405	\$ 10,455	\$ 17,913	\$ 9,704	\$ 16,475	\$ 6,289	\$ 9,314
Receivables	19,373	10,418	19,758	11,714	19,016	12,819	19,347	12,504	17,985	12,947
Due from other funds	869	4,735	2,032	674	537	388	1,588	846	1,345	899
Inventory and prepaid items	845	976	738	638	507	805	360	237	301	1,049
Total assets	<u>\$ 38,969</u>	<u>\$ 43,313</u>	<u>\$ 33,989</u>	<u>\$ 30,431</u>	<u>\$ 30,515</u>	<u>\$ 31,925</u>	<u>\$ 30,999</u>	<u>\$ 30,062</u>	<u>\$ 25,920</u>	<u>\$ 24,209</u>
<b>Liabilities:</b>										
Accounts payable	\$ 714	\$ 581	\$ 987	\$ 540	\$ 742	\$ 775	\$ 821	\$ 573	\$ 566	\$ 597
Accrued payroll and related taxes	12,062	12,834	10,371	10,148	9,668	9,106	9,266	9,244	8,029	7,741
Deferred revenue	7,491	7,087	7,229	10,076	11,077	11,441	11,273	11,498	10,993	11,607
Deferred inflows - leases	2,116	2,261	-	-	-	-	-	-	-	-
Total liabilities	<u>22,383</u>	<u>22,763</u>	<u>18,587</u>	<u>20,764</u>	<u>21,487</u>	<u>21,322</u>	<u>21,360</u>	<u>21,315</u>	<u>19,588</u>	<u>19,945</u>
<b>Fund balance:</b>										
Reserved for inventory and prepaid items	845	976	670	638	507	805	360	237	301	1,049
Unreserved Undesignated	15,741	19,574	14,732	9,029	8,521	9,798	9,279	8,510	6,031	3,215
Total fund balance	<u>16,586</u>	<u>20,550</u>	<u>15,402</u>	<u>9,667</u>	<u>9,028</u>	<u>10,603</u>	<u>9,639</u>	<u>8,747</u>	<u>6,332</u>	<u>4,264</u>
<b>Total liabilities and fund balance</b>	<u>\$ 38,969</u>	<u>\$ 43,313</u>	<u>\$ 33,989</u>	<u>\$ 30,431</u>	<u>\$ 30,515</u>	<u>\$ 31,925</u>	<u>\$ 30,999</u>	<u>\$ 30,062</u>	<u>\$ 25,920</u>	<u>\$ 24,209</u>

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**GENERAL FUND**

**STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**

**LAST TEN FISCAL YEARS**

(Unaudited)  
(in \$thousands)

	<u>2023*</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
<b>Revenues:</b>										
State support	\$ 35,177	\$ 35,103	\$ 32,056	\$ 32,438	\$ 28,229	\$ 28,241	\$ 27,058	\$ 27,751	\$ 24,935	\$ 23,327
Tuition and fees	16,485	16,449	21,507	21,423	22,672	22,766	23,599	23,297	26,450	28,367
Property taxes	14,987	14,436	14,049	13,326	13,350	12,288	11,893	11,412	10,965	10,294
Other	2,605	7,901	5,705	2,774	2,227	2,072	2,001	2,099	2,572	2,940
Total revenues	<u>69,254</u>	<u>73,889</u>	<u>73,317</u>	<u>69,961</u>	<u>66,478</u>	<u>65,367</u>	<u>64,551</u>	<u>64,559</u>	<u>64,922</u>	<u>64,928</u>
<b>Expenditures:</b>										
Instruction and academic support	38,336	38,850	39,624	40,486	39,952	37,907	38,136	37,258	37,846	38,030
Student services	7,294	6,867	6,336	6,565	6,258	5,385	5,088	5,223	5,933	6,169
Institutional support and plant operations	20,284	18,630	16,831	16,997	16,940	16,102	15,725	14,996	14,392	16,605
Scholarships	816	798	921	848	932	953	1,078	1,122	1,207	1,327
Other	914	954	974	1,054	987	1,052	664	569	582	490
Debt service	2,969	2,572	2,409	2,272	2,309	2,329	2,293	2,397	2,360	2,718
Total expenditures	<u>70,613</u>	<u>68,671</u>	<u>67,095</u>	<u>68,222</u>	<u>67,378</u>	<u>63,728</u>	<u>62,984</u>	<u>61,565</u>	<u>62,320</u>	<u>65,339</u>
Revenues over (under) expenditures	<u>(1,359)</u>	<u>5,218</u>	<u>6,222</u>	<u>1,739</u>	<u>(900)</u>	<u>1,639</u>	<u>1,567</u>	<u>2,994</u>	<u>2,602</u>	<u>(411)</u>
<b>Other financing sources (uses):</b>										
Transfers in	-	17	-	-	-	-	-	96	79	200
Transfers out	(4,087)	(487)	(487)	(1,100)	(675)	(675)	(675)	(675)	(613)	(203)
Lease/Subscription inception	1,727	400	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>(2,360)</u>	<u>(70)</u>	<u>(487)</u>	<u>(1,100)</u>	<u>(675)</u>	<u>(675)</u>	<u>(675)</u>	<u>(579)</u>	<u>(534)</u>	<u>(3)</u>
Net change in fund balance	<u>(3,719)</u>	<u>5,148</u>	<u>5,735</u>	<u>639</u>	<u>(1,575)</u>	<u>964</u>	<u>892</u>	<u>2,415</u>	<u>2,068</u>	<u>(414)</u>
Beginning fund balance	<u>20,305</u>	<u>15,402</u>	<u>9,667</u>	<u>9,028</u>	<u>10,603</u>	<u>9,639</u>	<u>8,747</u>	<u>6,332</u>	<u>4,264</u>	<u>4,678</u>
Ending fund balance	<u>\$ 16,586</u>	<u>\$ 20,550</u>	<u>\$ 15,402</u>	<u>\$ 9,667</u>	<u>\$ 9,028</u>	<u>\$ 10,603</u>	<u>\$ 9,639</u>	<u>\$ 8,747</u>	<u>\$ 6,332</u>	<u>\$ 4,264</u>

\*Beginning balance restated due to implementation of GASB 96

**STATISTICAL SECTION**



**MT. HOOD**  
COMMUNITY COLLEGE  
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## STATISTICAL SECTION

This part of the Mt. Hood Community College District's Annual Comprehensive Financial Report presents detailed information as a context for understanding the information in the basic financial statements, notes to the basic financial statements, and supplementary financial information about the District's overall financial health. The information is categorized as follows:

Financial trend schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

- Net Position
- Changes in Net Position

Revenue capacity schedules contain trend information to help the reader assess the District's local revenue source, property taxes.

- Property Tax Rates, Assessed Value, and Real Market Value
- Direct and Overlapping Property Tax Rates
- Principal Property Taxpayers
- Property Tax Levies and Collections – All Funds

Debt capacity schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

- Ratio of General Bonded Debt and Legal Debt Margin
- Direct and Overlapping Gross Bonded Debt
- Ratio of Outstanding Debt by Types
- Ratio of Annual Debt Service Expenditures for General Bonded Debt to Operating Expenses

Demographic and economic information provides background on the environment in which the District operates.

- Average Annual Employment
- Demographic and Economic Indicators
- Largest Employers Within Portland Metropolitan Area

Operating information includes historical data on the students served and the resources used to deliver those services.

- Average Number of Employees
- Full-Time Equivalent Students
- Student Population
- Degrees and Certificates Awarded
- Historical and Projected Tuition and Fees
- Campus Facilities Information

**Sources:** Unless otherwise noted, the information in these schedules is derived from the annual financial reports for the relevant year.

## **FINANCIAL TRENDS**

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

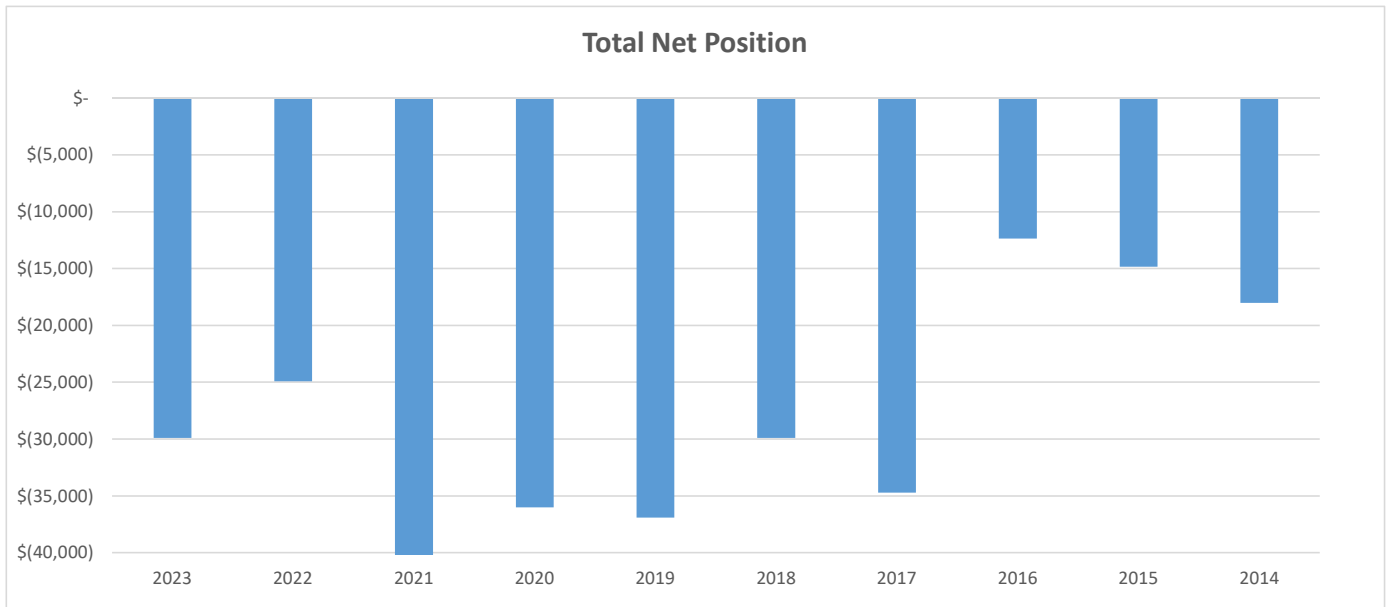
**NET POSITION**

**LAST TEN FISCAL YEARS ENDED JUNE 30**

(unaudited)  
(in \$thousands)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
<b>NET POSITION:</b>					
Net investment in capital assets	\$ 36,402	\$ 29,581	\$ 28,654	\$ 28,141	\$ 29,728
Restricted for student aid	143	422	538	548	48
Restricted for OPEB RHIA	770	1,410	1,358	708	517
Unrestricted	<u>(67,215)</u>	<u>(56,334)</u>	<u>(74,177)</u>	<u>(65,417)</u>	<u>(67,220)</u>
<b>TOTAL NET POSITION</b>	<b><u>\$ (29,900)</u></b>	<b><u>\$ (24,921)</u></b>	<b><u>\$ (43,627)</u></b>	<b><u>\$ (36,020)</u></b>	<b><u>\$ (36,927)</u></b>

Note: Restated in 2020, 2019, 2017, 2015 and 2014.





<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 29,129	\$ 28,922	\$ 28,803	\$ 28,476	\$ 29,289
47	70	77	126	293
-	-	-	-	-
<u>(59,082)</u>	<u>(63,721)</u>	<u>(41,259)</u>	<u>(43,447)</u>	<u>(47,614)</u>
<u>\$ (29,906)</u>	<u>\$ (34,729)</u>	<u>\$ (12,379)</u>	<u>\$ (14,845)</u>	<u>\$ (18,032)</u>

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**CHANGES IN NET POSITION**

**LAST TEN FISCAL YEARS ENDED JUNE 30**

(unaudited)  
(in \$thousands)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
<b>OPERATING REVENUES:</b>					
Tuition and fees	\$ 11,871	\$ 11,547	\$ 15,887	\$ 16,466	\$ 18,166
Grants	49,916	56,430	46,505	39,900	39,057
Auxiliary enterprises	456	12	584	1,087	1,448
Other	<u>696</u>	<u>1,267</u>	<u>883</u>	<u>1,541</u>	<u>1,722</u>
Total operating revenues	<u>62,939</u>	<u>69,256</u>	<u>63,859</u>	<u>58,994</u>	<u>60,393</u>
<b>NONOPERATING REVENUES:</b>					
State support	26,448	43,011	24,148	39,497	21,170
Property taxes	15,018	14,431	14,035	13,326	13,042
Grants	7,261	7,105	8,400	7,408	7,927
Interest income	<u>1,352</u>	<u>293</u>	<u>212</u>	<u>576</u>	<u>541</u>
Total nonoperating revenues	<u>50,079</u>	<u>64,840</u>	<u>46,795</u>	<u>60,807</u>	<u>42,680</u>
Total revenues	<u>113,018</u>	<u>134,096</u>	<u>110,654</u>	<u>119,801</u>	<u>103,073</u>
<b>OPERATING EXPENSES:</b>					
Instruction	33,011	30,901	36,829	34,715	36,425
Research	795	785	946	1,002	827
Public service	23,234	20,877	22,197	21,277	18,450
Academic support	9,001	8,038	9,186	9,190	8,842
Student services	9,951	8,966	8,867	9,884	10,208
Institutional support	14,516	14,892	14,667	15,154	14,022
Plant operations	5,454	5,080	4,371	5,279	5,452
Depreciation	3,799	3,001	2,347	2,040	2,108
Scholarships	13,661	18,503	14,829	13,679	12,409
Auxiliary enterprises	<u>739</u>	<u>506</u>	<u>1,094</u>	<u>1,110</u>	<u>1,287</u>
Total operating expenses	<u>114,161</u>	<u>111,549</u>	<u>115,333</u>	<u>113,330</u>	<u>110,030</u>
<b>NONOPERATING EXPENSES:</b>					
Interest expense	<u>3,836</u>	<u>3,841</u>	<u>2,928</u>	<u>3,159</u>	<u>3,362</u>
Total expenses	<u>117,997</u>	<u>115,390</u>	<u>118,261</u>	<u>116,489</u>	<u>113,392</u>
<b>TOTAL INCREASE (DECREASE) IN NET POSITION</b>	<u>\$ (4,979)</u>	<u>\$ 18,706</u>	<u>\$ (7,607)</u>	<u>\$ 3,312</u>	<u>\$ (10,319)</u>

Note: Restated in 2015 and 2014.

2018	2017	2016	2015	2014
\$ 17,522	\$ 18,094	\$ 18,863	\$ 20,825	\$ 22,420
36,774	38,366	35,613	41,190	42,363
1,856	2,233	2,517	2,931	3,396
1,817	1,866	1,773	2,531	2,159
<u>57,969</u>	<u>60,559</u>	<u>58,766</u>	<u>67,477</u>	<u>70,338</u>
34,838	20,460	33,723	18,964	28,350
12,219	11,930	11,454	10,992	10,310
9,166	9,889	11,077	15,294	17,474
400	228	142	89	100
<u>56,623</u>	<u>42,507</u>	<u>56,396</u>	<u>45,339</u>	<u>56,234</u>
<u>114,592</u>	<u>103,066</u>	<u>115,162</u>	<u>112,816</u>	<u>126,572</u>
33,735	35,023	34,834	30,322	32,001
1,041	598	544	433	382
18,188	16,278	14,818	11,192	11,221
8,048	7,887	7,866	6,572	7,070
8,869	8,640	8,482	7,689	8,719
13,515	13,464	13,340	11,039	12,362
5,081	5,124	5,048	4,694	5,231
2,094	2,235	2,438	2,730	2,813
14,372	17,034	19,924	29,054	35,526
1,352	1,598	1,464	2,512	2,817
<u>106,295</u>	<u>107,881</u>	<u>108,758</u>	<u>106,237</u>	<u>118,142</u>
3,474	3,424	3,938	4,043	3,748
<u>109,769</u>	<u>111,305</u>	<u>112,696</u>	<u>110,280</u>	<u>121,890</u>
<u>\$ 4,823</u>	<u>\$ (8,239)</u>	<u>\$ 2,466</u>	<u>\$ 2,536</u>	<u>\$ 4,682</u>



**MT. HOOD**  
COMMUNITY COLLEGE  
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**REVENUE CAPACITY**

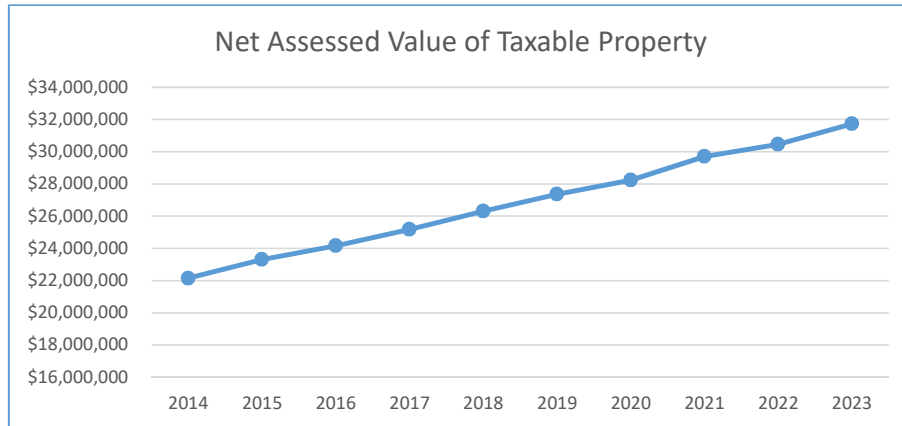
**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**PROPERTY TAX RATES, ASSESSED VALUE, AND REAL MARKET VALUE**

**LAST TEN FISCAL YEARS ENDED JUNE 30**

(unaudited)  
(in \$thousands)

	2023	2022	2021	2020
Permanent Rate	\$ 0.4917	\$ 0.4917	\$ 0.4917	\$ 0.4917
General Bond Obligation Rate	-	-	-	-
Total Direct Rate <sup>(1)</sup>	\$ 0.4917	\$ 0.4917	\$ 0.4917	\$ 0.4917
Assessed Value by Property Type				
Real Property	\$ 29,438,162	\$ 28,191,091	\$ 27,168,984	\$ 26,089,266
Manufactured Structures	174,227	167,960	159,890	125,333
Personal Property	1,034,937	958,342	913,216	840,136
Public Utility	2,438,543	2,442,612	2,673,566	2,373,024
Total Assessed Value	\$ 33,085,869	\$ 31,760,005	\$ 30,915,656	\$ 29,427,759
Real Market Value	\$ 62,125,050	\$ 55,386,938	\$ 51,358,983	\$ 49,134,711
Ratio of Assessed Value to Real Market Value	53.26%	57.34%	60.20%	59.89%
Net Assessed Value <sup>(2)</sup>	\$ 31,727,309	\$ 30,455,199	\$ 29,700,220	\$ 28,238,546
Value Increase	1,272,110	754,979	1,461,674	868,498
Net Assessed Value Percentage Change <sup>(3)</sup>	4.01%	2.54%	5.18%	3.17%



<sup>(1)</sup> Rates per \$1,000 of assessed value.

<sup>(2)</sup> Property taxes reflect taxable assessed value. This is defined as the lower of maximum assessed value (MAV) or real market value. MAV is limited to 3% annual increases. The net levy is the actual imposed tax after adjustments and property tax limitations due to passing Measure 5 in 1990 and Measure 50 in 1997. Voter approved bond levies are not subject to these limitations.

<sup>(3)</sup> Updated 2023

Sources: Oregon Department of Revenue, Property Tax Statistics Supplement  
Tax Supervising and Conservation Commission Oregon, Annual Report

2019	2018	2017	2016	2015	2014
\$ 0.4917	\$ 0.4917	\$ 0.4917	\$ 0.4917	\$ 0.4917	\$ 0.4917
-	-	-	-	-	-
\$ 0.4917	\$ 0.4917	\$ 0.4917	\$ 0.4917	\$ 0.4917	\$ 0.4917
\$ 25,097,722	\$ 24,113,449	\$ 23,181,496	\$ 22,436,406	\$ 21,662,022	\$ 20,725,157
148,952	141,124	137,296	124,636	105,202	100,532
853,311	783,267	732,944	708,042	689,683	638,347
2,415,041	2,344,227	2,119,824	1,808,075	1,717,064	1,468,344
\$ 28,515,026	\$ 27,382,067	\$ 26,171,558	\$ 25,077,158	\$ 24,173,971	\$ 22,932,381
\$ 47,344,662	\$ 42,621,053	\$ 37,514,340	\$ 33,320,820	\$ 30,441,346	\$ 27,454,418
60.23%	64.25%	69.76%	75.26%	79.41%	83.53%
\$ 27,370,048	\$ 26,310,328	\$ 25,172,148	\$ 24,156,677	\$ 23,315,288	\$ 22,147,078
1,059,720	1,138,180	1,015,471	841,389	1,168,210	628,304
4.03%	4.52%	4.03%	3.48%	5.01%	2.84%

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
 Multnomah, Clackamas and Hood River Counties, Oregon

**DIRECT AND OVERLAPPING PROPERTY TAX RATES <sup>(1)</sup>**

**LAST TEN FISCAL YEARS ENDED JUNE 30**  
 (unaudited)

Fiscal Year	MHCC	Overlapping Rates				
		Cities	Fire Districts	School Districts	Water	Other
2023	\$ 0.4917	\$ 1.9500 - 8.8175	\$ 1.2624 - 3.0029	\$ 5.8289 - 9.8940	\$ 0.5781 - 1.4115	0.0256 - 5.6134
2022	0.4917	1.9500 - 8.4871	1.2624 - 2.8885	4.5941 - 9.6016	0.5781 - 1.4774	0.0256 - 5.6134
2021	0.4917	1.9500 - 8.3664	1.2624 - 2.8885	4.5941 - 8.7590	0.5781 - 1.3796	0.0256 - 5.6134
2020	0.4917	1.9500 - 7.0600	1.2624 - 2.8527	4.5941 - 8.7752	0.5780 - 1.3967	0.0256 - 5.6034
2019	0.4917	1.9500 - 8.1999	1.2624 - 2.8527	4.5941 - 8.8406	0.5780 - 1.3926	0.0256 - 5.5934
2018	0.4917	1.8159 - 7.8836	1.2624 - 2.8527	4.5941 - 8.8052	0.5781 - 1.4191	0.0256 - 5.5734
2017	0.4917	1.9300 - 7.7300	1.2624 - 2.8527	4.5941 - 7.7172	0.5781 - 1.4175	0.0256 - 5.5734
2016	0.4917	1.6190 - 7.7626	1.2624 - 2.8527	4.5941 - 7.7526	0.5781 - 1.4126	0.0092 - 5.6672
2015	0.4917	1.3284 - 7.8915	1.2624 - 2.8527	4.5941 - 7.8153	0.5781 - 1.4522	0.0256 - 5.6712
2014	0.4917	1.1482 - 7.9801	1.2624 - 2.7500	5.3897 - 7.8597	0.5781 - 1.4502	0.0256 - 5.6913

<sup>(1)</sup> Rates per \$1,000 of assessed value.

Sources: Multnomah County Department of Assessment and Taxation  
 Clackamas County Department of Assessment and Taxation  
 Hood River County Department of Records and Assessment



**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**PRINCIPAL PROPERTY TAXPAYERS**

**CURRENT YEAR AND NINE YEARS AGO**

(unaudited)  
(in \$thousands)

Company Name	2023			2014		
	Assessed Value	Rank	Percent of total District Assessed Value	Assessed Value	Rank	Percent of total District Assessed Value
Port of Portland	\$ 463,800	1	1.46 %	\$ 337,452	1	1.52 %
Boeing Co	463,664	2	1.46	171,248	5	0.77
Portland General Electric Co	412,357	3	1.30	215,711	2	0.97
Alaska Airlines Inc	371,871	4	1.17	181,860	3	0.82
United Airlines Holdings Inc	146,712	5	0.46	-		0.00
Microchip Technology Inc	140,328	6	0.44	117,875	6	0.53
Delta Air Line Inc	122,250	7	0.39	72,330	8	0.33
Southwest Airlines Co	118,531	8	0.37	80,600	7	0.36
FEDEX Ground Package System	117,252	9	0.37	-		0.00
Horizon Air Industries Inc	111,774	10	0.35	67,561	9	0.31
Comcast Corporation	-			181,789	4	0.82
Northwest Natural Gas Co	-			61,513	10	0.28
All other taxpayers	29,258,770		92.23	20,659,139		93.29
Total	<b>\$ 31,727,309</b>		<b>100.00%</b>	<b>\$ 22,147,078</b>		<b>100.00%</b>

Sources: Multnomah County Department of Assessment and Taxation  
Clackamas County Department of Assessment and Taxation  
Hood River County Department of Records and Assessment  
TSCC Annual Report

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
 Multnomah, Clackamas and Hood River Counties, Oregon

**PROPERTY TAX LEVIES AND COLLECTIONS - ALL FUNDS**

**LAST TEN FISCAL YEARS**

(unaudited)  
 (in \$thousands)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Current tax levy as extended by assessor	\$ 15,475	\$ 14,822	\$ 14,441	\$ 13,772
Current tax collections	\$ 14,771	\$ 14,203	\$ 13,796	\$ 13,129
Current tax collected as percentage of current levy	95.5%	95.8%	95.5%	95.3%
Delinquent tax collections	\$ 203	\$ 208	\$ 224	\$ 207
Total tax collections	\$ 14,974	\$ 14,411	\$ 14,020	\$ 13,336
Total tax collected as percentage of current levy	96.8%	97.2%	97.1%	96.8%
Uncollected tax	\$ 398	\$ 373	\$ 379	\$ 392
Uncollected tax as percentage of current levy	2.6%	2.5%	2.6%	2.8%

Sources: Multnomah County Department of Assessment and Taxation  
 Clackamas County Department of Assessment and Taxation  
 Hood River County Department of Records and Assessment  
 TSCC Annual Report

	2019	2018	2017	2016	2015	2014
\$	13,341	\$ 12,824	\$ 12,259	\$ 11,748	\$ 11,273	\$ 10,555
\$	12,769	\$ 12,150	\$ 11,674	\$ 11,165	\$ 10,697	\$ 9,994
	95.7%	94.7%	95.2%	95.0%	94.9%	94.7%
\$	521	\$ 201	\$ 219	\$ 248	\$ 264	\$ 60
\$	12,351	\$ 11,893	\$ 11,413	\$ 10,961	\$ 10,294	\$ 10,054
	92.6%	92.7%	93.1%	93.3%	91.3%	95.3%
\$	392	\$ 700	\$ 769	\$ 732	\$ 691	\$ 663
	2.9%	5.5%	6.3%	6.2%	6.1%	6.3%



**MT. HOOD**  
COMMUNITY COLLEGE  
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**DEBT CAPACITY**

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**RATIO OF GENERAL BONDED DEBT AND LEGAL DEBT MARGIN**

(unaudited)

**LAST TEN FISCAL YEARS ENDED JUNE 30**

(In \$thousands)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
General Bonded Outstanding Debt:				
General obligation bonds (1)	\$ -	\$ -	\$ -	\$ -
Amounts set aside to repay debt	-	-	-	-
Total net general bonded debt	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Legal Debt Margin:				
Debt limit under ORS 308.207	\$ 931,876	\$ 830,804	\$ 770,385	\$ 737,021
Less net debt applicable to legal limit	-	-	-	-
Legal debt margin	<u>\$ 931,876</u>	<u>\$ 830,804</u>	<u>\$ 770,385</u>	<u>\$ 737,021</u>
Real market property value	\$ 62,125,050	\$ 55,386,938	\$ 51,358,983	\$ 49,134,711
General obligation bond debt to RMV	0.00%	0.00%	0.00%	0.00%
Population (estimate) (2)	329	328	328	338
Debt per capita	\$ -	\$ -	\$ -	\$ -
Legal debt margin as a percentage of the debt limit	100.00%	100.00%	100.00%	100.00%
<b>Legal Debt Margin Calculation for FY2023</b>				
Real market property value	\$ 62,125,050			
Applicable debt limit percentage	1.50%			
Legal debt limit	<u>\$ 931,876</u>			

(1) MHCC District has no general obligation bond debt

(2) District population estimate restated for 2021 and 2022 based on data from Analytics and Institutional Research (AIR)

Source: Annual Financial Report: Ratio of net general obligation bonded debt to real market value and net general obligation bonded debt per capita

2019	2018	2017	2016	2015	2014
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 710,170	\$ 639,316	\$ 562,715	\$ 499,812	\$ 456,620	\$ 411,816
-	-	-	-	-	-
<u>\$ 710,170</u>	<u>\$ 639,316</u>	<u>\$ 562,715</u>	<u>\$ 499,812</u>	<u>\$ 456,620</u>	<u>\$ 411,816</u>
\$ 47,344,662	\$ 42,621,053	\$ 37,514,340	\$ 33,320,820	\$ 30,441,346	\$ 27,454,418
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
333	328	358	389	327	319
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%



**MT. HOOD**  
COMMUNITY COLLEGE  
—◆—  
KNOWLEDGE *for* SUCCESS



**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
 Multnomah, Clackamas and Hood River Counties, Oregon

**DIRECT AND OVERLAPPING GROSS BONDED DEBT**

**JUNE 30, 2023**  
 (unaudited)

<u>Overlapping District</u>	<u>Real Market Value</u>	<u>Percent Overlap</u>	<u>Gross Overlapping Debt</u>
<b>Direct Debt:</b>			
Mt. Hood Community College District	\$ 62,125,049,881	100.00%	\$ 98,509,049
<b>Overlapping Debt:</b>			
City of Cascade Locks	238,744,442	100.00	255,000
City of Fairview	1,644,528,160	100.00	11,632,607
City of Gresham	18,569,924,881	100.00	51,432,554
City of Happy Valley	6,968,760,110	4.98	682,835
City of Portland	178,375,112,017	13.53	93,289,523
City of Sandy	2,294,088,502	100.00	19,121,914
City of Troutdale	3,175,205,913	100.00	8,885,000
City of Wood Village	741,351,782	100.00	2,845,000
Clackamas County	110,615,437,060	9.99	10,496,968
Clackamas County ESD	106,356,798,803	7.60	1,508,841
Clackamas County RFPD 1	50,405,565,788	8.11	2,679,448
Clackamas County SD 46 (Oregon Trail)	8,089,059,933	99.92	71,806,123
Clackamas Soil & Water Conservation	110,615,437,060	9.99	540,928
Corbett Water District	674,135,590	100.00	331,711
Hood River County	6,580,514,624	5.12	137,254
Hood River City SD (Hood River)	6,580,514,624	5.12	3,527,876
Hood River Valley Parks & Rec District	6,307,481,793	1.01	6,225
Lusted Water District	287,027,898	100.00	445,000
Metro	423,464,419,407	12.46	103,884,415
Multnomah County	208,773,181,763	24.26	141,456,384
Multnomah County RFPD 10	1,397,871,558	99.80	879,735
Multnomah County RFPD 14	812,474,190	100.00	4,500,000
Multnomah County SD 10J (Gresham-Barlow)	14,286,958,510	99.98	293,360,290
Multnomah County SD 1J (Portland)	156,963,971,311	0.03	532,325
Multnomah County SD 28J (Centennial)	6,537,781,886	100.00	63,177,796
Multnomah County SD 3 (Parkrose)	8,367,397,419	100.00	88,611,599
Multnomah County SD 39 (Corbett)	74,201,703	100.00	4,899,700
Multnomah County SD 40 (David Douglas)	9,202,002,321	99.96	189,268,683
Multnomah County SD 7 (Reynolds)	14,272,323,260	100.00	158,172,922
Multnomah ESD	211,729,320,095	25.33	20,047,106
Pleasant Home Water District	357,873,739	100.00	1,110,000
Port of Cascade Locks	337,013,927	100.00	5,946,998
Port of Portland	464,610,214,940	13.28	5,229,276
Total Overlapping Debt	<b>\$ 2,139,706,695,009</b>		<b>\$ 1,360,702,036</b>
<b>TOTAL DIRECT AND OVERLAPPING DEBT</b>			<b>\$ 1,459,211,085</b>

Source: Oregon State Treasury report compiled for MHCC District. Overlapping Gross Bonded Debt includes all General Obligation and Full Faith & Credit bonds, and is determined by the percentage of overlap within the other districts.

**MT. HOOD COMMUNITY COLLEGE DISTRICT**

Multnomah, Clackamas and Hood River Counties, Oregon

**RATIO OF OUTSTANDING DEBT BY TYPES**

(unaudited)

**LAST TEN FISCAL YEARS ENDED JUNE 30**

(In \$thousands)

	<u>2023</u> <sup>(5)</sup>	<u>2022</u> <sup>(4)</sup>	<u>2021</u>	<u>2020</u>
Outstanding Debt:				
General obligation bonds (1)	\$ -	\$ -	\$ -	\$ -
Full faith and credit obligations	16,623	18,640	20,527	22,324
Limited tax pension bonds	81,886	88,130	34,550	37,866
Subscription payables (5)	1,914	-	-	-
Lease payables (4)	<u>7,673</u>	<u>6,654</u>	<u>-</u>	<u>-</u>
Total Debt	<u>\$ 108,096</u>	<u>\$ 113,424</u>	<u>\$ 55,077</u>	<u>\$ 60,190</u>

Ratios of Outstanding Debt:

Real market property value (RMV)	\$ 62,125,050	\$ 55,386,938	\$ 51,358,983	\$ 49,134,711
Total debt to RMV	0.17%	0.20%	0.11%	0.12%
Population (estimate) (3)	329	328	328	338
Debt per estimated population	\$ 329	\$ 346	\$ 168	\$ 178

(1) District has no general obligation bond debt

(2) Updated 2017 to include premiums, discounts, and def. interest

(3) District population estimate restated for 2021 and 2022 based on data from Analytics and Institutional Research (AIR)

(4) Implementation of GASB87 for 2022 addition of Lease payables

(5) Implementation of GASB96 for 2023 addition of Subscription payables

Source: Annual Financial Report: Notes to Basic Financial Statements - Bonds Payable

2019	2018	2017 <sup>(2)</sup>	2016	2015	2014
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
23,931	25,523	27,091	26,955	28,230	29,425
40,744	43,222	45,339	35,888	37,253	38,613
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 64,675</u>	<u>\$ 68,745</u>	<u>\$ 72,430</u>	<u>\$ 62,843</u>	<u>\$ 65,483</u>	<u>\$ 68,038</u>
\$ 47,344,662	\$ 42,621,053	\$ 37,514,340	\$ 33,320,820	\$ 30,441,346	\$ 27,454,418
0.14%	0.16%	0.19%	0.19%	0.22%	0.25%
333	328	358	388	327	319
\$ 194	\$ 210	\$ 202	\$ 162	\$ 200	\$ 213

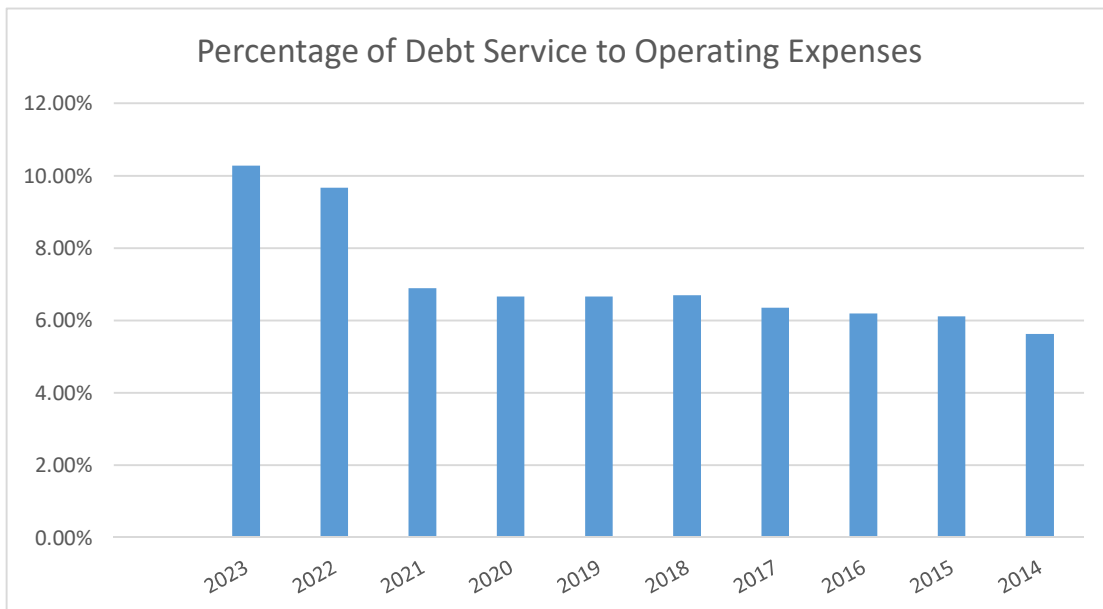
**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
 Multnomah, Clackamas and Hood River Counties, Oregon

**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL BONDED DEBT TO OPERATING EXPENSES**

**LAST TEN FISCAL YEARS ENDED JUNE 30**

(unaudited)  
 (in \$thousands)

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Total Operating Expenses</u>	<u>Percentage of Debt Service to Operating Expenses</u>
2023	\$ 4,978	\$ 6,757	\$ 11,735	\$ 114,161	10.2 %
2022	4,445	6,346	10,791	111,520	9.9
2021	2,842	5,106	7,948	115,333	6.9
2020	2,663	4,888	7,551	113,330	6.6
2019	2,651	4,686	7,337	110,030	6.7
2018	2,637	4,485	7,122	106,295	6.7
2017	2,816	4,040	6,856	107,881	6.4
2016	2,640	4,101	6,741	108,758	6.2
2015	2,555	3,939	6,494	106,237	6.1
2014	2,864	3,784	6,648	118,142	5.6



Source: Annual Financial Report: Statements of Revenues, Expenses and Changes in Net Position (or Net Assets) & Schedule of Debt Service Transactions

**DEMOGRAPHIC AND ECONOMIC INFORMATION**

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**AVERAGE ANNUAL EMPLOYMENT <sup>(1)</sup>**

**LAST TEN FISCAL YEARS ENDED JUNE 30**

(unaudited)

	<u>2023 <sup>(4)</sup></u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Non-farm employment by supersector				
Mining and logging	N/A	300	300	300
Construction	N/A	41,530	39,520	39,220
Manufacturing	N/A	50,820	49,610	49,790
Trade, transportation, and utilities	N/A	132,550	130,940	129,590
Information	N/A	14,840	14,300	13,610
Financial activities	N/A	44,810	43,320	43,430
Professional and business services	N/A	111,740	105,620	103,040
Educational and health services	N/A	106,400	104,340	104,440
Leisure and hospitality	N/A	67,730	57,380	53,280
Other services	N/A	26,250	25,040	23,380
Government - Federal, State and Local	N/A	94,790	93,390	93,120
Total non-farm employment <sup>(2)</sup>	N/A	691,760	663,760	653,200
Total employed <sup>(3)(5)</sup>	678,268	691,599	656,451	654,208
Civilian labor force <sup>(5)</sup>	702,624	717,724	700,230	694,313
Unemployed <sup>(5)</sup>	24,356	26,125	43,780	41,271
Unemployment rate <sup>(5)</sup>	3.47%	3.64%	6.25%	5.94%

<sup>(1)</sup> Specific data for the District is not available. Data represents estimates from all of Clackamas, Hood River, and Multnomah Counties.

<sup>(2)</sup> Employment estimates represent the number of full- and part-time employees, plus the number of proprietors of unincorporated businesses. People holding more than one job are counted for each job they hold. This means estimates represent a job count, not a number-of-people employed count. Also, employment is by place-of-work, rather than by place-of-residence. Therefore, the jobs held by residents living outside Clackamas County but who commute to work in Clackamas County are included in the employment (or job) count for Clackamas County.

<sup>(3)</sup> Total employed represents each employee and is based on place-of-residence. Total employed includes each person only once even if the person has two or more jobs.

<sup>(4)</sup> 2023 industry data not available at the time of this report.

<sup>(5)</sup> All other employment data includes the average for January through June only.

Sources:

State of Oregon Employment Department, Current Employment Estimates (CES)  
State of Oregon Employment Department, Local Area Unemployment Statistics (LAUS)

2019	2018	2017	2016	2015	2014
810	300	300	300	200	200
39,700	38,620	35,170	32,610	29,980	30,030
55,840	54,870	54,130	54,470	54,650	52,800
132,810	129,860	128,610	125,520	123,680	120,020
14,750	14,140	14,050	13,640	13,030	12,640
44,740	44,260	43,540	41,940	41,030	39,230
108,120	105,870	103,400	99,780	96,330	91,990
108,150	107,600	100,350	98,610	95,360	91,840
78,780	77,990	76,940	74,750	72,040	69,140
26,620	26,210	25,880	26,280	24,530	23,840
95,900	94,580	99,390	98,780	96,350	94,020
706,220	694,300	681,760	666,680	647,180	625,750
667,197	668,988	659,450	637,600	613,071	595,925
692,770	693,783	682,829	666,140	645,716	634,761
25,573	24,795	23,379	28,540	32,645	38,836
3.69%	3.57%	3.42%	4.28%	5.06%	6.12%

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**DEMOGRAPHIC AND ECONOMIC INDICATORS**

**LAST TEN FISCAL YEARS ENDED JUNE 30**

(unaudited)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
District Population (estimated) <sup>(1)</sup>	329,034	328,379	327,724	337,580
Total Personal Income (in millions) <sup>(2)</sup>	N/A	N/A	\$ 88,282	\$ 80,798
Average Per Capita Income (in dollars) <sup>(2)</sup>	N/A	N/A	\$ 70,628	\$ 64,099
FTE Student Enrollment <sup>(3)</sup>	5,800	5,610	5,912	6,613
Average Unemployment Rate <sup>(4)</sup>	3.47%	3.64%	6.25%	5.94%

<sup>(1)</sup> District population includes parts of Multnomah, Clackamas, and Hood River Counties and is provided at the census tract level. 2017 was calculated by taking an average of the two years, 2016 & 2018.

<sup>(2)</sup> Personal income and per capita income is not available for the District. Data represents all of Clackamas County, Hood River County, and Multnomah County. Data for fiscal year 2023 and 2022 was not available at the time of this report. Average per capita personal income was computed using Census Bureau midyear population estimates. Estimates reflect county population estimates as they are available.

<sup>(3)</sup> FTE represents Full Time Equivalency enrollment. This FTE includes reimbursable and non-reimbursable FTE.

<sup>(4)</sup> Unemployment Rate represents all of Clackamas, Hood River, and Multnomah Counties.

Sources:

State of Oregon Employment Department, Local Area Unemployment Statistics (LAUS)  
Mt. Hood Community College Analytics and Institutional Research (AIR), MHCC Fact Book



2019	2018	2017	2016	2015	2014
332,591	327,676	358,310	388,945	327,228	319,381
\$ 76,530	\$ 72,679	\$ 68,312	\$ 63,287	\$ 59,868	\$ 56,771
\$ 61,008	\$ 57,694	\$ 54,931	\$ 51,409	\$ 49,277	\$ 47,524
7,700	8,009	8,238	8,107	8,946	9,300
3.69%	3.57%	3.42%	4.28%	5.06%	6.12%

**MT. HOOD COMMUNITY COLLEGE**

**LARGEST EMPLOYERS WITHIN PORTLAND METROPOLITAN AREA <sup>(1)</sup>**

**CURRENT YEAR AND NINE YEARS AGO**

(unaudited)

Company Name	2023			2014		
	Metro Area Employees	Rank	Percent of Total	Metro Area Employees	Rank	Percent of Total
Providence Health & Services	23,100	1	1.76 %	15,239	3	1.34 %
Intel Corporation	22,328	2	1.70	17,500	1	1.54
Oregon Health & Science University	19,603	3	1.49	14,616	4	1.29
Nike Inc.	15,522	4	1.18	8,000	10	0.71
Legacy Health	13,087	5	1.00	10,436	6	0.92
Kaiser Permanente	12,514	6	0.95	9,896	8	0.87
Fred Meyer	9,000	7	0.69	10,237	7	0.90
Portland Public Schools	7,111	8	0.54			-
City of Portland	6,753	9	0.51	8,558	9	0.75
Multnomah County	6,317	10	0.48			-
U.S Federal Government				17,500	1	1.54
State of Oregon				14,200	5	1.25
All other employers	<u>1,177,040</u>		<u>89.69</u>	<u>1,007,350</u>		<u>88.87</u>
TOTAL <sup>(2)</sup>	<u><u>1,312,375</u></u>		<u><u>100.00 %</u></u>	<u><u>1,133,532</u></u>		<u><u>100.00 %</u></u>

<sup>(1)</sup> Specific Data for the District is not available. The Portland–Vancouver–Hillsboro Metropolitan Statistical Area (MSA) consists of Multnomah, Washington, Clackamas, Columbia and Yamhill counties in Oregon, as well as Clark and Skamania counties in Washington. The area includes Portland and the neighboring cities of Beaverton, Gresham, Hillsboro, Milwaukie, Lake Oswego, Oregon City, Fairview, Wood Village, Troutdale, Tualatin, Tigard, West Linn, Vancouver, Camas and Washougal.

<sup>(2)</sup> 2023 total represents average number of employed for January 2023 through June 2023

Sources:

State of Oregon Employment Department, Local Area Unemployment Statistics (LAUS)  
Portland Business Journal

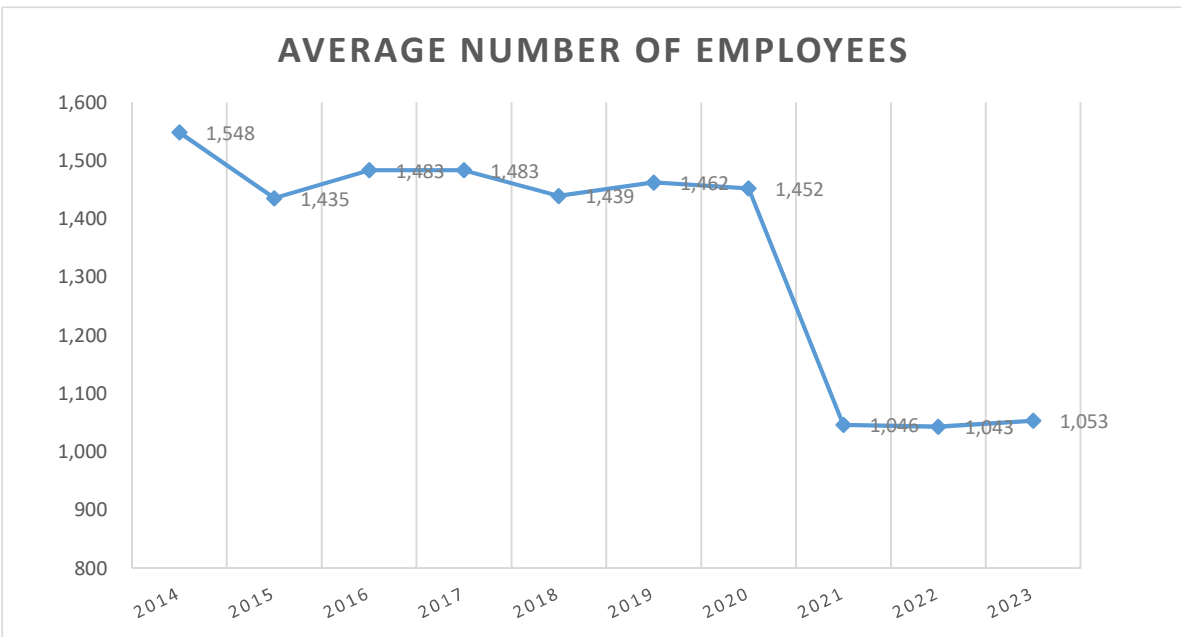
## **OPERATING INFORMATION**

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**AVERAGE NUMBER OF EMPLOYEES**

**LAST TEN FISCAL YEARS ENDED JUNE 30**  
(unaudited)

Employee Group	2023	2022	2021	2020
Administration	25	27	27	25
Full Time Support Staff	445	459	456	470
Full Time Faculty	129	142	151	157
Part Time Faculty	225	197	200	291
Part Time Hourly	143	161	154	349
Students	86	57	58	160
<b>Total</b>	<b>1,053</b>	<b>1,043</b>	<b>1,046</b>	<b>1,452</b>



Note: Data is from the month of Oct for each year.  
Support Staff includes managers, classified and confidential positions.

Source: MHCC Human Resource Department and MHCC Fact Book

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
27	25	23	23	22	21
456	438	420	411	392	393
159	152	163	163	157	156
326	317	338	348	348	383
345	343	375	362	360	427
<u>149</u>	<u>164</u>	<u>164</u>	<u>176</u>	<u>156</u>	<u>168</u>
1,462	1,439	1,483	1,483	1,435	1,548

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
 Multnomah, Clackamas and Hood River Counties, Oregon

**FULL-TIME EQUIVALENT STUDENTS**

**LAST TEN FISCAL YEARS ENDED JUNE 30**  
 (Unaudited)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Adult basic education	122	107	119	183	180	198
General equivalency diploma	40	41	31	36	105	47
Lower division transfer courses	2,267	2,326	2,630	3,123	3,566	3,985
Professional technical	2,574	2,534	2,593	2,459	2,823	2,687
Self improvement	57	54	36	69	73	156
All other reimbursable <sup>(1)</sup>	<u>694</u>	<u>516</u>	<u>473</u>	<u>685</u>	<u>863</u>	<u>848</u>
Total reimbursable FTE	<u>5,754</u>	<u>5,578</u>	<u>5,882</u>	<u>6,555</u>	<u>7,610</u>	<u>7,921</u>
Non-reimbursable	<u>46</u>	<u>32</u>	<u>18</u>	<u>58</u>	<u>90</u>	<u>88</u>
Total FTE	<u>5,800</u>	<u>5,610</u>	<u>5,912</u>	<u>6,613</u>	<u>7,700</u>	<u>8,009</u>

Note: Non-reimbursable includes credit and non-credit.

Source: MHCC Analytics and Institutional Research (AIR), Division of IT

<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
255	217	320	361
54	57	53	64
4,097	4,021	4,452	4,755
2,649	2,591	2,707	2,639
196	202	274	233
<u>865</u>	<u>893</u>	<u>1,045</u>	<u>1,209</u>
<u>8,116</u>	<u>7,981</u>	<u>8,850</u>	<u>9,261</u>
<u>122</u>	<u>126</u>	<u>96</u>	<u>40</u>
<u>8,238</u>	<u>8,107</u>	<u>8,946</u>	<u>9,301</u>

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**STUDENT POPULATION \***  
(by Percentage)

**LAST TEN FISCAL YEARS ENDED JUNE 30**  
(unaudited)

	<u>2023</u>		<u>2022</u>		<u>2021</u>		<u>2020</u>
Students Statistics							
0 Credits	36	%	30	%	25	%	27
Part-Time	22		23		26		26
Full-Time	7		8		8		7
Special Programs	35		38		41		39
Ethnicity							
Hispanic/Latino	21		18		16		14
American Indian	1		1		1		1
Asian	5		6		6		6
African American	4		4		4		4
Hawaiian	<1		<1		<1		<1
Caucasian	44		46		46		41
Multi Race	4		4		4		4
No Response	20		19		23		30
Gender							
Male	54		53		51		51
Female	39		37		42		47
Transgender Man	<1		<1		<1		0
Transgender Woman	<1		<1		<1		0
Gender Non-Binary	<1		<1		<1		0
Gender Non conforming	<1		<1		<1		0
Not Reported	6		8		6		1
Age Distribution							
19 Or Less	19		20		20		24
20 - 29	32		33		29		33
30 - 39	22		21		21		18
40 - 49	13		11		11		10
50 or More	10		10		10		12
Age Unavailable	4		4		10		4
Residency							
In-District Resident	47		44		45		52
Out-of-District Resident	44		44		44		40
Border State	8		10		9		8
Other Out-of-State	<1		1		1		<1
International	<1		<1		<1		<1

Note: Percentages may not add to 100% due to rounding.

\* Demographic information from Fact Book for years 2012 through 2015 is gathered and reported for Fall term only.

Source: 2014 data is from MHCC Fact Book 2013. 2015 on data is from the MHCC Analytics and Institutional Research (AIR) - Division of IT who publishes the MHCC Fact book and is based on annual numbers rather than Fall term only.

"Special Programs" student status category was added by MHCC AIR Division for FY2016.

"Transgender Man, Transgender Woman, Gender Non-Binary, Gender Non conforming" gender categories were added by MHCC AIR Division for FY2021.



2019		2018		2017		2016		2015		2014	
30	%	39	%	39	%	43	%	43	%	23	%
25		26		27		27		55		41	
8		8		8		8		2		36	
38		26		25		18		0		0	
13		14		14		14		13		12	
1		1		1		1		1		1	
6		7		7		7		6		7	
4		4		4		4		4		5	
<1		0		0		0		0		1	
41		44		46		46		46		57	
3		3		3		3		3		6	
32		28		26		26		27		11	
51		49		47		46		45		43	
48		49		52		52		50		55	
0		0		0		0		0		0	
0		0		0		0		0		0	
0		0		0		0		0		0	
0		0		0		0		0		0	
2		2		2		2		4		1	
18		21		22		21		21		22	
33		33		32		32		31		39	
19		17		17		18		17		19	
11		10		10		11		10		10	
14		14		15		15		14		8	
4		5		3		4		6		2	
53		53		56		56		56		69	
39		38		36		36		36		26	
8		8		8		8		7		5	
<1		<1		<1		<1		<1		<1	
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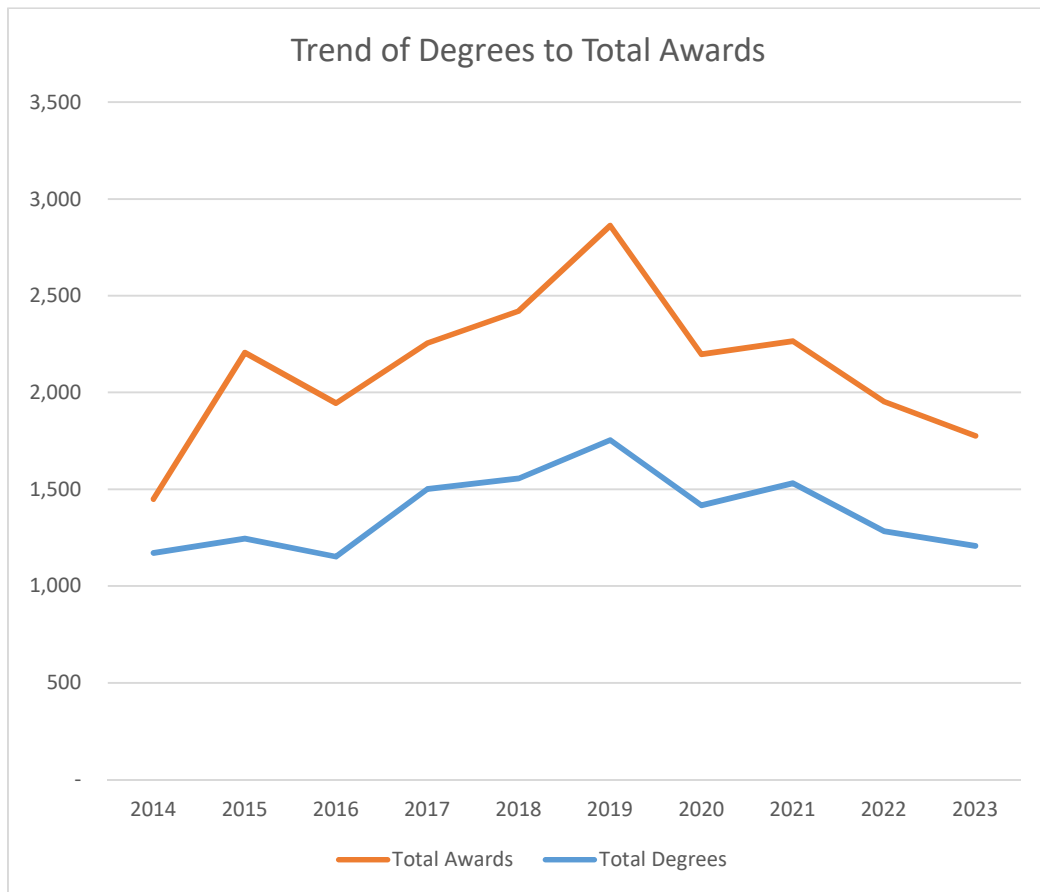
**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**DEGREES AND CERTIFICATES AWARDED**

**LAST TEN FISCAL YEARS ENDED JUNE 30**

(unaudited)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Degrees						
Associate of Science	219	297	352	381	479	389
Associate of Science Oregon Transfer	12	27	41	31	67	61
Associate of Applied Science	375	331	419	392	441	409
Associate of Arts Oregon Transfer	214	216	233	251	329	300
Associate of General Studies	387	412	486	362	438	397
<b>Total Degrees</b>	<b>1,207</b>	<b>1,283</b>	<b>1,531</b>	<b>1,417</b>	<b>1,754</b>	<b>1,556</b>
Certificates	122	130	203	134	193	442
Certificates (Less Than One Year)	243	342	278	282	495	12
<b>Total Certificates</b>	<b>365</b>	<b>472</b>	<b>481</b>	<b>416</b>	<b>688</b>	<b>454</b>
Oregon Transfer Module	172	179	230	324	387	371
High School Completions	32	18	24	41	33	39
<b>Total Awards</b>	<b>1,776</b>	<b>1,952</b>	<b>2,266</b>	<b>2,198</b>	<b>2,862</b>	<b>2,420</b>



Source: MHCC Analytics and Institutional Research (AIR) - Division of IT

2017	2016	2015	2014
382	217	184	196
59	12	67	57
426	493	507	477
278	272	299	268
356	158	188	173
<b>1,501</b>	<b>1,152</b>	<b>1,245</b>	<b>1,171</b>
320	52	51	144
9	319	340	112
<b>329</b>	<b>371</b>	<b>391</b>	<b>256</b>
<b>392</b>	<b>378</b>	<b>532</b>	-
<b>33</b>	<b>43</b>	<b>37</b>	<b>22</b>
<b>2,255</b>	<b>1,944</b>	<b>2,205</b>	<b>1,449</b>

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**HISTORICAL AND PROJECTED TUITION AND FEES**

**PROJECTED AND LAST NINE FISCAL YEARS ENDED JUNE 30**  
(Unaudited)

	2024 <sup>(1)</sup>	2023 <sup>(5)</sup>	2022	2021
General fund tuition per credit hour	\$ 122.00	\$ 120.00	\$ 118.00	\$ 118.00
Student activity fee per credit hour	4.25	4.25	4.25	4.25
Technology fee per credit hour	7.00	6.75	6.50	6.50
Instructional Access & Support Fee, per credit hour <sup>(2)</sup>	3.50	3.50	3.50	
Safety & Security Access Fee, per credit hour <sup>(2)</sup>	3.50	3.50	3.50	
College Service Fee, per credit hour <sup>(2)</sup>	3.50	3.50	3.50	
College service and access fee <sup>(2)</sup>	-	-	-	88.00
Annualized student tuition <sup>(3)</sup>	6,469	6,368	6,266	6,058
Total tuition and fees (in thousands)	18,015	16,485	16,449	21,507
Total SFTE <sup>(4)</sup>	5,900.00	5,800.00	5,610.00	5,912.00
Unduplicated headcount	19,000	18,501	18,485	18,548

(1) Projected.

(2) College service and access fee were calculated per term through 2021. Through 2021, the College service fee was assessed to students registered for a minimum of one credit and the access fee was assessed to students registered for a minimum of two credits. The College service fee was first implemented in summer term 2010. The access fee was implemented in year 2013. The fees changed to per credit hour in 2022. Safety & Security Access Fee replace the term Access fee. In 2022 the Instructional Access & Support Fee was implemented.

(3) Annualized tuition and fees for an in-state student based on 15 credit hours per term for three terms (Fall, Winter and Spring).

(4) Actual student full-time equivalent enrollment (SFTE) may vary based on insignificant post publishing variables.

(5) Updated to Actual

Source: MHCC Analytics and Institutional Research (AIR) - Division of IT, MHCC Fact Book

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$	115.00	\$ 107.00	\$ 100.00	\$ 96.00	\$ 94.00	\$ 92.00
	4.25	4.00	3.50	3.00	3.00	3.00
	6.25	6.25	5.75	5.50	5.25	5.25
	88.00	88.00	80.00	80.00	80.00	80.00
	5,912	5,540	5,156	4,943	4,841	4,751
	21,423	22,677	22,766	23,834	23,297	26,450
	6,613.00	7,700.00	8,009.00	8,238.00	8,109.97	8,946.46
	21,868	24,941	25,598	26,298	27,370	28,960

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
 Multnomah, Clackamas and Hood River Counties, Oregon

**CAMPUS FACILITIES INFORMATION**

**LAST TEN FISCAL YEARS ENDED JUNE 30**

(unaudited)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
<b>Gresham Campus</b>							
Number of Buildings	10	10	10	10	10	10	10
Square Feet	733,186	733,186	733,186	733,186	733,186	733,186	733,186
Campus Student FTE	5,517	5,561	5,825	6,189	7,276	7,571	7,710
<b>Bruning Campus</b>							
Number of Buildings	1	1	1	1	1	1	1
Square Feet	16,770	16,770	16,770	16,770	16,770	16,770	16,770
Campus Student FTE	209	48	86	164	164	172	187
<b>Maywood Campus</b>							
Number of Buildings	2	2	2	2	2	2	2
Square Feet	40,624	40,624	40,624	40,624	40,624	40,624	40,624
Campus Student FTE	74	1	1	260	260	266	341

Source: MHCC Analytics and Institutional Research (AIR) - Division of IT & MHCC Facilities Department

<u>2016</u>	<u>2015</u>	<u>2014</u>
10	10	10
733,186	733,186	733,186
7,572	8,400	8,707
1	1	1
16,770	16,770	16,770
201	189	212
2	2	2
40,624	40,624	40,624
334	357	381

**COMPLIANCE SECTION**





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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND INTERNAL CONTROL  
OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH OREGON STATE REGULATIONS**

Board of Education  
Mt. Hood Community College District  
Gresham, Oregon

We have audited the financial statements of the business-type activities and discretely presented component unit of Mt. Hood Community College District (the District) as of and for the year ended June 30, 2023 and have issued our report thereon dated December 29, 2023. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial statement audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Compliance**

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in the Oregon Administrative Rules 162-10-000 through 162-10-330 of the *Minimum Standards for Audits of Oregon Municipal Corporations*, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

We performed procedures to the extent we considered necessary to address the required comments and disclosures which included, but were not limited to the following:

- Deposits of public funds with financial institutions (ORS Chapter 295).
- Indebtedness limitations, restrictions, and repayment.
- Budgets legally required (ORS Chapter 294).
- Insurance and fidelity bonds in force or required by law.
- Programs funded from outside sources.
- Authorized investment of surplus funds. (ORS Chapter 294).
- Public contracts and purchasing (ORS Chapters 279A, 279B, and 279C).

In connection with our testing, nothing came to our attention that caused us to believe that the District was not in substantial compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in the Oregon Administrative Rules 162-10-000 through 162-10-330 of the *Minimum Standards for Audits of Oregon Municipal Corporations*, except for:

- Expenditures of \$1,949,000 in excess of appropriations for capital outlay in the General Fund;
- Expenditures of \$426,000 in excess of appropriations for debt service in the General Fund;
- Expenditures of \$18,000 in excess of appropriations for debt service in the Technology Projects Fund; and
- Expenditures of \$55,000 in excess of appropriations for cost of sales in the Campus Store Fund.

**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE AND INTERNAL CONTROL  
OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH OREGON STATE REGULATIONS (Continued)**

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the District’s internal control over financial reporting as a basis for determining audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District’s internal control. Accordingly, we do not express an opinion on the effectiveness of the District’s internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity’s financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We identified a certain deficiency in internal control, described in the accompanying *Schedule of Findings and Questioned Costs* as Finding 2023-001 that we consider to be a material weakness.

**The District’s Response to the Finding**

*Government Auditing Standards* requires the auditor to perform limited procedures on the District’s response to the finding identified in our audit and described in the accompanying *Schedule of Findings and Questioned Costs*. The District’s response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

**Purpose of This Report**

This report is intended solely for the information and use of the Board of Education, Oregon Secretary of State Audits Division, and management and is not intended to be and should not be used by anyone other than these specified parties.

*Talbot, Korwala & Warwick, LLP*  
Portland, Oregon  
December 29, 2023



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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING  
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of Education  
Mt. Hood Community College District  
Gresham, Oregon

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities and the discretely presented component unit of Mt. Hood Community College District (the District), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 29, 2023.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We identified a certain deficiency in internal control, described in the accompanying *Schedule of Findings and Questioned Costs* as Finding 2023-001 that we consider to be a material weakness.

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.



**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING  
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS (Continued)**

**The District's Response to the Finding**

*Government Auditing Standards* requires the auditor to perform limited procedures on the District's response to the finding identified in our audit and described in the accompanying *Schedule of Findings and Questioned Costs*. The District's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Talbot, Kotwala & Warwick, LLP*

Portland, Oregon  
December 29, 2023

**SINGLE AUDIT COMPLIANCE**



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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH  
MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL  
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

Board of Education  
Mt. Hood Community College District  
Gresham, Oregon

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited Mt. Hood Community College District's (the District) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2023. The District's major federal programs are identified in the Summary of Auditor's Results section of the accompanying *Schedule of Findings and Questioned Costs*.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the District's federal programs.



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH  
MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL  
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE (Continued)**

***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

***Other Matters***

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying *Schedule of Findings and Questioned Costs* as item 2023-002. Our opinion on each major federal program is not modified with respect to these matters.

*Government Auditing Standards* requires the auditor to perform limited procedures on the District's response to the noncompliance finding identified in our compliance audit described in the accompanying *Schedule of Findings and Questioned Costs*. The District's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

**Report on Internal Control Over Compliance**

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a significant deficiency.

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH  
MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL  
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE (Continued)**

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying *Schedule of Findings and Questioned Costs* as item 2023-002 to be a significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

*Government Auditing Standards* requires the auditor to perform limited procedures on the District's response to the internal control over compliance finding identified in our compliance audit described in the accompanying *Schedule of Findings and Questioned Costs*. The District's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*Talbot, Korwala & Warwick, LLP*

Portland, Oregon  
December 29, 2023



**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**FOR THE YEAR ENDED JUNE 30, 2023**

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Assistance Listing	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
<b>U.S. DEPARTMENT OF EDUCATION:</b>				
<b>Direct Programs:</b>				
Centers of Excellence for Veteran Student Success	84.116G	N/A	-	160,250
<b>Total Direct US Department of Education</b>			-	<b>160,250</b>
COVID-19 Education Stabilization Fund - HEERF IREPO	84.425P	P425P200202	-	1,354,782
COVID-19 Education Stabilization Fund - Governors Emergency Education Relief Fund	84.425C	20-074Q, 20-075Q	-	103,656
<b>Total Passed Through State of Oregon, Department of Education</b>			-	<b>1,458,438</b>
<b>Passed Through Linn-Benton Community College</b>				
COVID-19 Education Stabilization Fund	84.425U	BC9B79139C63	-	10,653
<b>Total Passed Through Linn-Benton Community College</b>			-	<b>10,653</b>
<b>Direct Programs:</b>				
<b>TRIO Cluster:</b>				
TRIO Student Support Services	84.042A	N/A	-	233,892
TRIO Talent Search	84.044A	N/A	-	257,121
<b>Total TRIO Cluster</b>			-	<b>491,013</b>
<b>Student Financial Assistance Cluster:</b>				
Federal Supplemental Educational Opportunity Grants	84.007	N/A	-	366,000
Federal Work-Study Program	84.033	N/A	-	357,515
Federal Pell Grant Program	84.063	N/A	-	5,982,786
Federal Direct Student Loans	84.268	N/A	-	6,224,792
<b>Total Student Financial Assistance Cluster</b>			-	<b>12,931,093</b>
<b>Passed Through State of Oregon, Department of Community College &amp; Workforce Development:</b>				
Adult Education - Basic Grants to States	84.002	21-112I, 21-165A	-	788,219
<b>Total Passed Through State of Oregon, Department of Community College &amp; Workforce Development</b>			-	<b>788,219</b>
<b>TOTAL U.S. DEPARTMENT OF EDUCATION</b>			-	<b>15,839,666</b>
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:</b>				
<b>Direct Programs:</b>				
<b>Head Start:</b>				
Head Start	93.600	N/A	-	9,467,557
Covid-19 Head Start	93.600	N/A	-	224,342
<b>Total Head Start Cluster</b>			-	<b>9,691,899</b>
<b>CCDF Cluster:</b>				
<b>Passed Through Oregon Dept of Education, Early Learning Division:</b>				
Child Care and Development Block Grant	93.575	14841, 12274	-	1,073,632
Child Care and Development Block Grant - Matching	93.596	14841	-	469,980
<b>Total Passed Through OR Dept of Education, Early Learning Div</b>			-	<b>1,543,612</b>
<b>Passed Through Oregon Dept of Education:</b>				
Child Care and Development Block Grant	93.575	18522	-	120,116
<b>Total CCDF Cluster</b>			-	<b>1,663,728</b>
<b>Passed Through State of Oregon:</b>				
Maternal, Infant and Early Childhood Home Visiting Grant Program	93.870	166921	-	198,352
<b>Total Maternal, Infant, and Early Childhood Home Visiting</b>			-	<b>198,352</b>

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)**

**FOR THE YEAR ENDED JUNE 30, 2023**

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Assistance Listing	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
<b>Passed Through Oregon Health &amp; Science University:</b>				
Ryan White HIV/AIDS Dental Reimbursement and Community Based Dental Partnership Grants	93.924	1013415_MHCC	\$ -	\$ 6,830
<b>TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>			<b>-</b>	<b>11,560,809</b>
<b>U.S. DEPARTMENT OF LABOR:</b>				
<b>Direct Programs:</b>				
Workforce Data Quality Initiative (WDQI)	17.261	N/A	654,971	1,302,075
Apprenticeship USA Grants	17.285	N/A	-	195,515
<b>Total Direct US Department of Labor</b>			<b>-</b>	<b>1,497,590</b>
<b>Passed Through Worksystems, Inc.:</b>				
<b>WIA/WIOA Cluster:</b>				
WIOA Adult Program	17.258	22-2110 Fund 200	-	129,650
WIOA Dislocated Worker Formula Grants	17.278	22-2110 Fund 210	-	136,886
<b>Total Passed Through Worksystems, Inc.</b>			<b>-</b>	<b>266,536</b>
<b>Total WIOA Cluster</b>			<b>-</b>	<b>266,536</b>
<b>Passed Through Worksystems, Inc.:</b>				
WIOA National Dislocated Workers Grant/WIA National Emergency Grant	17.277	22-2110, 22-0112 Fund 376	-	72,590
<b>TOTAL U.S. DEPARTMENT OF LABOR</b>			<b>-</b>	<b>1,836,716</b>
<b>U.S. DEPARTMENT OF AGRICULTURE:</b>				
<b>Passed Through State of Oregon:</b>				
Child and Adult Care Food Program	10.558	2613005	-	218,842
<b>TOTAL U.S. DEPARTMENT OF AGRICULTURE</b>			<b>-</b>	<b>218,842</b>
<b>U.S. SMALL BUSINESS ADMINISTRATION:</b>				
<b>Passed Through Lane Community College:</b>				
Small Business Development Centers	59.037	SBDC	-	83,514
<b>TOTAL U.S. SMALL BUSINESS ADMINISTRATION</b>			<b>-</b>	<b>83,514</b>
<b>NATIONAL SCIENCE FOUNDATION:</b>				
<b>Direct Program:</b>				
STEM Education	47.076	NA	-	39,771
<b>Passed Through TERC:</b>				
STEM Education	47.076	12137, 2030632	-	28,097
<b>TOTAL NATIONAL SCIENCE FOUNDATION</b>			<b>-</b>	<b>67,868</b>
<b>GENERAL SERVICES ADMINISTRATION</b>				
<b>Passed Through State of Oregon:</b>				
Donation of Federal Surplus Personal Property	39.003	MHCC	-	910
<b>TOTAL GENERAL SERVICES ADMINISTRATION</b>			<b>-</b>	<b>910</b>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>			<b>\$ 654,971</b>	<b>\$ 29,608,325</b>

See Notes to Schedule of Expenditures of Federal Awards.

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**FOR THE YEAR ENDED JUNE 30, 2023**

**NOTE 1 - BASIS OF PRESENTATION**

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal award activity of Mt. Hood Community College District (the District) under programs of the federal government for the year ended June 30, 2023. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule is only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the District.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The District has a Federally Negotiated indirect cost agreement of 19% of modified total direct costs.

**NOTE 3 - RELATIONSHIP TO FEDERAL FINANCIAL REPORTS**

The regulations and guidelines governing the preparation of Federal financial reports vary by Federal agency and among programs administered by the same agency. Accordingly, the amounts reported in the Federal financial reports do not necessarily agree with the amounts reported in the accompanying Schedule which is prepared on the basis explained in Note 1.

**NOTE 4 - LOANS DISBURSED**

Total disbursements for student loans through the District which are federally guaranteed in the event of default are listed below:

	Federal Assistance Listing Number	New Loans
Direct Loan Program	84.268	<u>\$ 6,224,792</u>

**NOTE 5 - FWS AND FSEOG**

The District has a Title II waiver for the 2022/23 eligible Federal match amounts.

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
 Multnomah, Clackamas and Hood River Counties, Oregon

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**YEAR ENDED JUNE 30, 2023**

**SECTION I – SUMMARY OF AUDITOR'S RESULTS**

**Financial Statements**

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? Yes   X   No       

Significant deficiency(ies) identified? Yes        No   X  

Noncompliance material to financial statements noted? Yes        No   X  

**Federal Awards**

Internal control over major federal programs:

Material weakness(es) identified? Yes        No   X  

Significant deficiency(ies) identified? Yes   X   No       

Type of auditor's report issued on compliance for major federal programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? Yes   X   No       

Identification of major federal programs:

<b>Assistance Listing Number(s)</b>	<b>Name of Federal Program or Cluster</b>
17.261	Workforce Data Quality Initiative (WDQI)
84.002	Adult Education – Basic Grants to States
84.007, 84.033, 84.063, 84.268	Student Financial Assistance (SFA) Cluster
84.425	Education Stabilization Fund (ESF)

Dollar threshold used to distinguish between type A and type B programs: \$   888,250  

Auditee qualified as low-risk auditee? Yes        No   X

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)**

**YEAR ENDED JUNE 30, 2023**

**SECTION II – FINANCIAL STATEMENT FINDINGS**

**Finding 2023-001**

*Criteria:* The District has the responsibility for establishing and maintaining effective internal controls over financial reporting.

*Condition:* A material weakness in internal controls over financial reporting related to long-term debt and accrued interest was identified during audit procedures over long-term debt.

*Cause:* The cause appears to be related to a formula error in the documentation supporting top side entries for long-term debt and related balances.

*Effect or potential effect:* While performing audit procedures, an overstatement of long-term debt and overstatement of interest expense of approximately \$2,997,000 was identified.

*Recommendation:* The District should implement policies and procedures to ensure that debt is appropriately recorded.

*Views of responsible officials:* The District understands and concurs with the finding and recommendation.

**SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

**Finding 2023-002**

*Federal program:* Student Financial Assistance (SFA) Cluster (AL# 84.007, 84.033, 84.063, 84.268)

*Federal agency:* U.S. Department of Education

*Award year:* 2022-2023

*Criteria:* Per 34 CFR668.22, institutions that do not take attendance are required to report the withdrawal date of students who unofficially withdraw as either the last day of academically related activity or the halfway point in the term.

*Condition:* The District's internal controls did not detect or prevent incorrect withdrawal dates from being reported in the National Student Loan Data System (NSLDS).

*Cause:* The District's processes do not have a way to identify unofficial withdrawals before being reported in the NSLDS. The District's software shows student with unofficial withdrawals as having completed the term with all Fs.

*Effect or potential effect:* The District NSLDS' reporting had withdrawal dates that were not supported by the District's records.

*Questioned costs:* No questioned costs identified.

*Context:* Out of a population of 218 withdrawals, a sample of 22 was selected. Out of the sample of 22, 8 samples had withdrawal dates listed in the Return of Title IV Funds (R2T4) calculation worksheets that did not match the District's NSLDS Enrollment Detail Report. It was noted that the 8 samples with dates that did not match were considered unofficial withdrawals.

*Recommendation:* The District should develop policies and procedures to ensure that dates reported to in NSLDS agree to the District's records.

*Views of responsible officials:* The District understands and concurs with the finding and recommendation.

**MT. HOOD COMMUNITY COLLEGE DISTRICT**  
Multnomah, Clackamas and Hood River Counties, Oregon

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

**YEAR ENDED JUNE 30, 2023**

**Finding 2022-001**

Audit Finding: A lack of sufficient review over grant funds received in advance.

Status: The corrective action plan was implemented as of December 1, 2022

**Finding 2022-002**

Audit Finding: A lack of reporting for first-tier subawards of \$30,000 or more, for the Federal Funding Accountability and Transparency Act (FFATA).

Status: The corrective action plan was implemented as of February 13, 2023